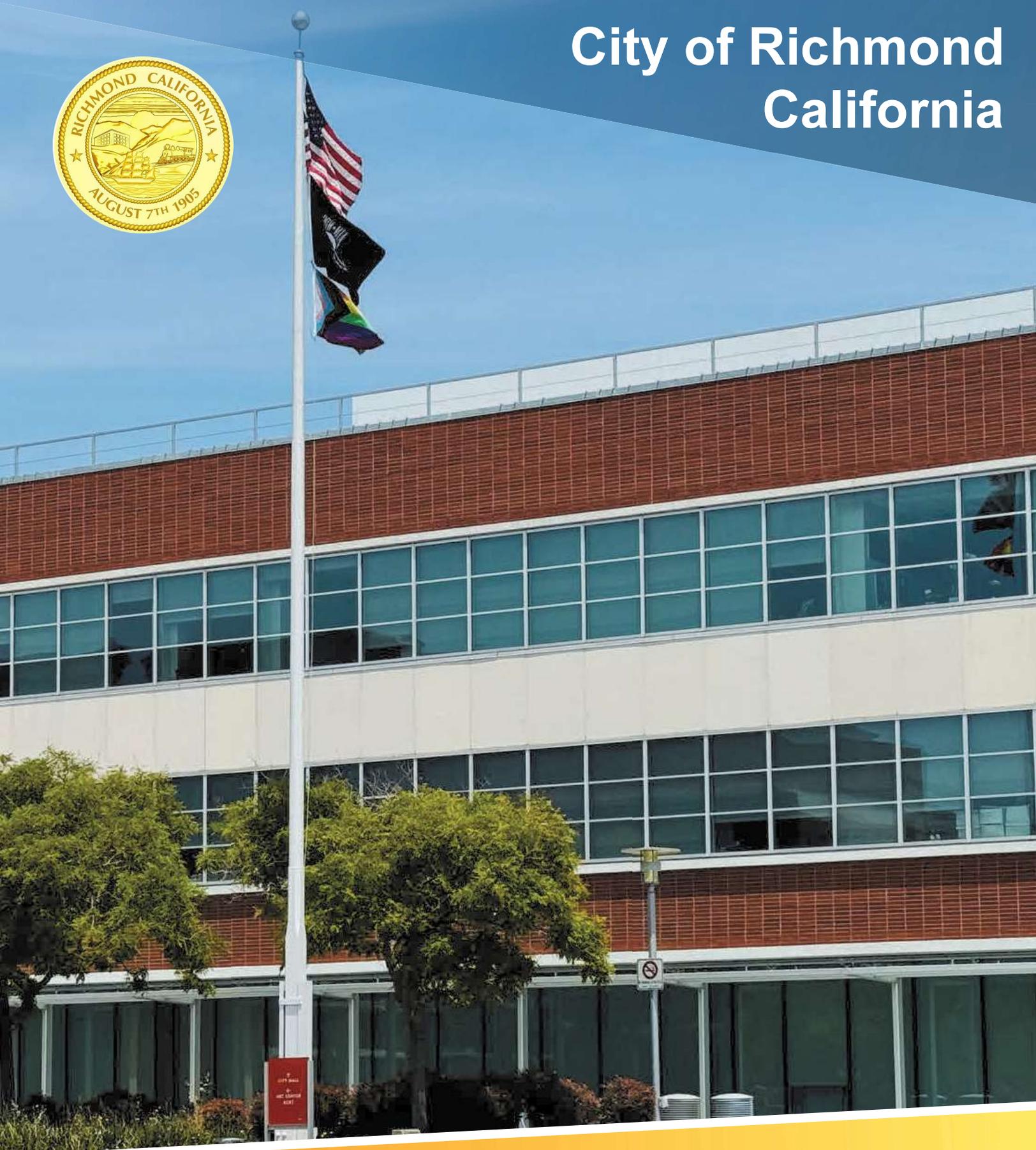


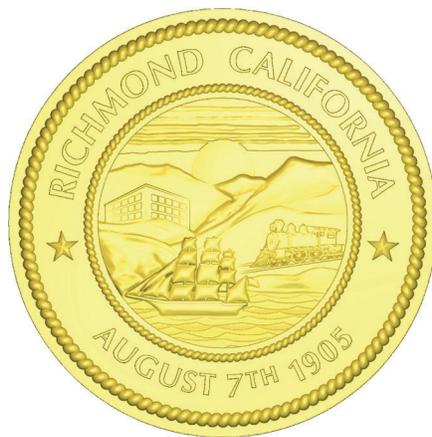
City of Richmond California



Annual Comprehensive Financial Report For The Year Ended June 30, 2025

City of Richmond
California

Annual Comprehensive Financial Report



Fiscal Year Ended June 30, 2025

Prepared by the Finance Department

Emily Combs

Director of Finance/Treasurer

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City of Richmond
Annual Comprehensive Financial Report
For the year ended June 30, 2025
Table of Contents

	Page
<u>INTRODUCTORY SECTION</u>	
Table of Contents	i
Letter of Transmittal.....	v
Organizational Chart.....	xxi
List of Elected and Appointed Officials.....	xxii
<u>FINANCIAL SECTION</u>	
Independent Auditor’s Report	1
Management’s Discussion and Analysis.....	7
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position.....	26
Statement of Activities.....	28
Fund Financial Statements:	
Governmental Fund Financial Statements:	
Balance Sheet – Governmental Funds	34
Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position	35
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	36
Reconciliation of the Governmental Funds Statement of Revenue, Expenditures, and Changes in Fund Balances to the Government-Wide Statement of Activities	37
Proprietary Fund Financial Statements:	
Statement of Net Position – Proprietary Funds	40
Statement of Revenues, Expenses and Changes in Fund Net Position – Proprietary Funds	42
Statement of Cash Flows – Proprietary Funds.....	44
Fiduciary Fund Financial Statements:	
Statement of Fiduciary Net Position – Fiduciary Funds.....	48
Statement of Changes in Fiduciary Net Position – Fiduciary Funds.....	49
Notes to Basic Financial Statements	53

City of Richmond
Annual Comprehensive Financial Report
For the year ended June 30, 2025
Table of Contents

	Page
Required Supplemental Information:	
Budget and Budgetary Accounting.....	171
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual:	
General Fund	173
Community Development and Loan Programs Special Revenue Fund	174
General Purpose Special Revenue Fund	175
Schedule of Changes in the Net Pension Liability and Related Ratios – Miscellaneous Plan.....	176
Schedule of Contributions – Miscellaneous Plan	178
Schedule of Changes in the Net Pension Liability and Related Ratios – Safety Plan.....	180
Schedule of Contributions – Safety Plan	182
Schedule of Changes in the Net Pension Liability and Related Ratios:	
General Pension Plan.....	184
Police and Firemen’s Pension Plan.....	186
Other Post-Employment Benefits Plan Schedules - OPEB Plan:	
Schedule of Changes in the Net OPEB Liability and Related Ratios	188
Schedule of Plan Contributions.....	190
Schedule of Investment Returns.....	190
Other Post-Employment Benefits Plan Schedules - RPOA Plan:	
Schedule of Changes in the Net OPEB Liability and Related Ratios	192
Schedule of Plan Contributions.....	193
Supplementary Information:	
Combining and Individual Fund Statements and Schedules:	
Combining Balance Sheet – Nonmajor Governmental Funds.....	200
Combining Statement of Revenues, Expenditures and Changes in	
Fund Balances – Nonmajor Governmental Funds.....	206
Schedules of Revenue, Expenditures, and Changes in Fund Balance – Budget and Actual:	
Nonmajor Governmental Funds:	
State Gas Tax Fund	211
Paratransit Operations Fund	212
Employment and Training Fund	213
Public Safety Fund	214
Lighting and Landscaping Districts Fund.....	215
Developer Impact Fees Fund.....	216
Secured Pension Override Fund	217
Richmond Neighborhood Stabilization Corporation Fund	218
Rent Program Fund	219
Cost Recovery Fund.....	220
Environmental and Community Investment Agreement Fund.....	221
American Rescue Plan Act Fund	222
Transformative Climate Grant Fund.....	223

City of Richmond
Annual Comprehensive Financial Report
For the year ended June 30, 2025
Table of Contents

	Page
Supplementary Information (Continued):	
Combining and Individual Fund Statements and Schedules (Continued):	
Encampment Resolution Grant Fund	224
General Pension Fund	225
Police and Firemen’s Pension Fund	226
2022 Pension Obligation Bonds Fund	227
General Debt Service Fund	228
Civic Center Debt Service Fund	229
General Capital Improvement Fund	230
Measure C/J Fund	231
Harbor Navigation Fund	232
Combining Statements of Net Position – Nonmajor Enterprise Funds	234
Combining Statement of Revenues, Expenses and Changes in Fund Net Position – Nonmajor Enterprise Funds	235
Combining Statement of Cash Flows – Nonmajor Enterprise Funds	236
Combining Statement of Net Position – Internal Service Funds	238
Combining Statement of Revenues, Expenses and Changes in Net Position – Internal Service Funds	239
Combining Statement of Cash Flows – Internal Service Funds	240
Combining Statement of Fiduciary Net Position – Private Purpose Trust Funds	242
Combining Statement of Changes in Fiduciary Net Position – Private Purpose Trust Funds	243
Sub-Combining Statement of Fiduciary Net Position – Successor Agency to the Richmond Community Redevelopment Agency	244
Sub-Combining Statement of Changes in Fiduciary Net Position – Successor Agency to the Richmond Community Redevelopment Agency	246
Combining Statement of Fiduciary Net Position – Custodial Funds	250
Combining Statement of Changes in Fiduciary Net Position – Custodial Funds	252

City of Richmond
Annual Comprehensive Financial Report
For the year ended June 30, 2025
Table of Contents

	Page
<u>STATISTICAL SECTION</u>	
Net Position by Component Last Ten Fiscal Years	258
Changes in Net Position Last Ten Fiscal Years	260
Fund Balances of Governmental Funds Last Ten Fiscal Years	262
Changes in Fund Balance of Governmental Funds Last Ten Fiscal Years	264
Assessed and Estimated Actual Value of Taxable Property Last Ten Fiscal Years	266
Property Tax Rates – All Overlapping Governments Last Ten Fiscal Years	268
Principal Property Tax Payers Current Year and Nine Years Ago	270
Property Tax Levies and Collections Last Ten Fiscal Years	271
Utility Users Tax Collections Last Ten Fiscal Years	272
Utility Users Tax Direct Rates On Charges For Services Last Ten Fiscal Years	274
Top Ten Utility Users Taxpayers	276
Ratio of Outstanding Debt by Type Last Ten Fiscal Years	277
Computation of Legal Bonded Debt Margin	278
Revenue Bond Coverage 1999, 2006, 2008, 2010A, 2010B, 2017A, 2019A and 2019B Wastewater Revenue Bonds Last Ten Fiscal Years	279
Revenue Bond Coverage 1996, 1999, 2004, 2007 and 2009 Port Terminal Lease Revenue Bonds, Note and Point Potrero Lease Revenue Bonds Last Ten Fiscal Years	280
Bonded Debt Pledged Revenue Coverage Tax Allocation Bonds and Refunding Bonds Last Ten Fiscal Years	281
General Bonded Debt Pension Obligation Bonds Last Ten Fiscal Years	282
Computation of Direct and Overlapping Debt	283
Demographic and Economic Statistics Last Ten Calendar Years	284
Principal Employers Current Year and Nine Years Ago	285
Full-Time Equivalent City Government Employees by Function Last Ten Fiscal Years	286
Operating Indicators by Function/Program Last Ten Fiscal Years	288
Capital Asset Statistics by Function/Program Last Ten Fiscal Years	290

FINANCE DEPARTMENT

450 CIVIC CENTER PLAZA
RICHMOND, CA 94804
(510) 620-6740



February 9 , 2026

Citizens of the City of Richmond
The Honorable Mayor and
Members of the City Council

We are pleased to present the Annual Comprehensive Financial Report (ACFR) of the City of Richmond, California (City). The Finance Department has prepared this report to present the financial position and the results of the City's operations for the fiscal year ended June 30, 2025, and the cash flows of its proprietary fund types for the year then ended. The basic financial statements and supporting schedules have been prepared in compliance with Article IV, Section 1(b)3 of the City Charter, with California Government Code Sections 25250 and 25253, and in accordance with Generally Accepted Accounting Principles (GAAP) for local governments as established by the Governmental Accounting Standards Board (GASB).

This report consists of management's representations concerning the finances of the City. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management of the City has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft or misuse, and to compile sufficient and reliable information for the preparation of the City's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material aspects.

The City Council is required to adopt an initial budget for the fiscal year to be effective July 1, for the ensuing fiscal year. Budgeted expenditures are adopted through the passage of a resolution, which constitutes the maximum authorized expenditures for the fiscal year and cannot legally be exceeded except by subsequent amendments of the budget by the City Council. Expenditures are controlled at the fund level for all budgeted departments within the City, which means the level at which expenditures may not legally exceed the appropriations.

The City's financial statements have been audited by an independent auditing firm of licensed certified public accountants. The objective of the independent audit was to provide reasonable assurance that the financial statements of the City for the fiscal year ended June 30, 2025, are free of material misstatement. The independent audit involved examining evidence supporting the amounts and disclosures in the financial statements on a test basis; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion on the City's financial statements for the fiscal year ended June 30, 2025, but with a disclaimer of opinion for business-type activities as it relates to the Richmond Housing Authority Enterprise Fund and the aggregate discretely presented component units, as the financial statements of the Richmond Housing Authority and RHA Properties, RHA Housing Corporation and RHA RAD LLC have not been audited for the year ended June 30, 2025. The Independent Auditors' Report is presented as the first component of the Financial Section of this report.

Accounting standards require that management provides a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the report of the independent auditors.

The Reporting Entity and Its Services

As required by GAAP, these basic financial statements present the City and its component units, entities for which the City is considered to be financially accountable. Blended component units, although legally separate entities, are in substance part of the City's operations; therefore, data from these units are combined with data of the City. Discretely presented component units, on the other hand, are reported in a separate column in the basic financial statements to emphasize their legal separateness and independent operations from the City. Each blended component unit has a year-end date of June 30. The City's three discretely presented component units are RHA Properties, RHA Housing Corporation, and RHA RAD LLC.

The City's component units and assessment districts are as follows: the Richmond Housing Authority, the Richmond Joint Powers Financing Authority, the Richmond Neighborhood Stabilization Corporation, the Richmond Surplus Property Authority and Harbor Navigation, Country Club Vista, and Atlas Interchange Special Assessment Districts. The City also has one inactive component unit, Richmond Parking Authority.

Profile of the Government

The City of Richmond was chartered as a city in 1909, and is located 16 miles northeast of San Francisco, directly across San Francisco Bay. Richmond is on a peninsula separating San Francisco Bay (on the south) and San Pablo Bay (to the north), spanning 32 total miles of shoreline. The City's total area is 56 square miles, 33.7 of which is land area and 22.3 is water area. Richmond is situated near major metropolitan cities and major new growth areas. San Francisco is within 35

minutes from Richmond by freeway; Oakland is approximately 20 minutes and San Jose is approximately 60 minutes to the south; and Sacramento, the state capital, is approximately 90 minutes to the northeast. Central Marin County is 15 minutes from Richmond directly across the Richmond-San Rafael Bridge. Freeways provide direct access from Richmond to major new growth areas along Interstate 80 north and east to Vallejo, Fairfield, and Sacramento; along Interstate 680 in central Contra Costa County; and south along Interstate 880 to the San Jose area.

Richmond's population is 113,594 as of January 1, 2025, according to the State of California Department of Finance. The population within a 30-mile radius of Richmond is over 3.7 million and within a 70-mile radius is approximately 7.8 million. Richmond is located on the western shore of Contra Costa County, and it is the largest city in the "West County" region consisting of five cities: Richmond, El Cerrito, San Pablo, Hercules, and Pinole.

The City of Richmond provides a full range of municipal services, including police and fire protection, construction and maintenance of highways, streets and infrastructure, library services, stormwater and municipal sewer systems, wastewater treatment facility, and the administration of recreational activities and cultural events. The City also operates the Richmond Memorial Convention Center and the Port of Richmond.

The City of Richmond operates under a Council-Manager form of government with six members elected by six districts to alternate four-year terms and the Mayor elected at-large to a four-year term as the seventh member. The City Manager, appointed by the Mayor and Council, has authority to manage the administrative and fiscal operations of the City. In addition to the City Manager, the City Attorney and City Clerk are appointed by the Mayor and Council.

The mission of the City of Richmond is:

The City of Richmond provides services that enhance economic vitality, the environment, and the quality of life of our community.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the City operates.

Local Economy

The American Rescue Plan Act of 2021 (ARPA) was signed into law on March 11, 2021. The City's allocated amount was \$27.74 million received in two installments, \$13.87 million in August 2021 and \$13.87 million in August 2022. These funds have been allocated to programs that provide rent relief for those negatively impacted by COVID-19, assistance for the unhoused, community needs assessment, and community infrastructure improvements. The City has obligated all ARPA funds by December 31, 2024 and expects to expend the funds by December 31, 2026.

Property Tax revenues continue to show steady growth in FY 2024-25, with actual General Fund property taxes increasing by 2.3 percent compared to the previous year. More recently, the 2025-2026 County Assessment Roll reflects a 3.53 percent increase in Assessed Valuation (AV) for Secured Property Taxes, the primary factor influencing year-over-year change in this revenue source.

The City received \$59.7 million in Sales Tax revenue, which is \$1.6 million less than the previous fiscal year, a decrease of 2.6 percent. This variance is primarily due to the loss of revenue generated from businesses that were temporarily located in the city but have since moved or closed. Major retailers like Costco, Target, Home Depot, and Walmart continue to support this revenue stream.

Utility User Tax (UUT), which applies to cable television, gas and electricity, telecommunications, totaled \$63.8 million. This is \$4.7 million or 8 percent higher than the amount received the previous year. The variance is primarily due to amounts collected through the maximum cap payable provision of the Richmond Municipal Code and amounts remitted by Pacific Gas & Electric (PG&E) resulting from rate increases.

Other Taxes received in FY 2024-25 totaled \$27.2 million, an increase of \$8.4 million or 45 percent when compared to the prior fiscal year. This increase is mainly due to higher collections from Documentary Transfer Tax and Franchise Fees collected by PG&E. The Documentary Transfer Tax, which is collected by Contra Costa County on property sales, showed significant volatility with monthly payments ranging from as low as \$300,000 to as high as \$7 million. This revenue stream totaled \$13.4 million, an increase of \$4.8 million or 56 percent when compared to the prior year. For Franchise Fees collected by PG&E, amounts paid in FY 2024-25 reflect a full year of the new Franchise Agreement and totaled \$7.6 million, a \$3.3 million or 78 percent increase compared to the prior year.

Revenue for Licenses, Permits, and Fees (including Measure U Business Tax) totaled \$17 million, a \$151,000 increase when compared to the prior year. This marks the fourth full year that Business Tax was calculated on gross receipts as mandated with the passage of Measure U. Total Business Tax revenue was \$14.7 million, an increase of \$197,000 or 1.4 percent when compared to the FY 2024-25 Revised Budget. Approved by voters in 2020, Measure U, changed the Business License Tax calculation to be based on gross receipts instead of the number of employees or location. The Business Tax collected by the City now varies with inflation and the number of businesses, closely linking it to the local economy.

Significant Events and Accomplishments

The City of Richmond is committed to providing excellent municipal services to its diverse residents and visitors. Highlights of the City's activities and accomplishments for the fiscal year ended June 30, 2025, include the following:

Community Services

Employment and Training

- Secured \$500,000 for Richmond Wired for Success, an electrification training program in partnership with RichmondBUILD and Contra Costa College.

- Hosted a successful youth career and job fair with over 400 youth attendees and 40 Community Based Organizations (CBOs) and employers.
- Over 40 RichmondBUILD graduates secured employment.
- 96 participants completed occupational skills training (healthcare, administrative, transportation and logistics).
- 172 participants secured employment.
- Secured the Equal Representation in Construction Apprenticeship (ERiCA) grant, providing childcare stipends for RichmondBUILD participants while in training and in an apprenticeship.

Library

- Visits to library locations (combined) increased by 13%, from 60,100 to 67,700.
- Checkouts of physical materials (books, DVDs, etc.) increased 20%, to 112,400.
- eBook circulation increased by 8%.
- Bayview Branch Library material checkouts increased by 62%, to 3,528 and visits to the branch increased by 72%, to 3,316.

Literacy for Every Adult Program (LEAP)

- 28 LEAP students made measurable gains in their English skills, as measured by pre and post-assessments.
- LEAP volunteers dedicated more than 1,100 hours to assist community members with their learning goals.

Office of Neighborhood Safety (ONS)

- At the end of June 2025, ONS fellows reported the following:
 - 91% conflict resolution improving.
 - 74% feel safer in community.
 - 95% basic needs improving.
 - 92% physical health improving.
 - 94% mental health improving.
 - 82% currently not using guns.
- ONS Neighborhood Change Agents (NCAs) also mediated 117 conflicts over 243 hours. Of all these conflict mediations, 61 were in Central Richmond, 8 in North, and 26 in South.

Recreation

- A total of 40 teams registered and actively participated in the Futsal program, which was held at both the Recreation Complex and the Booker T. Anderson (BTA) Community Center gyms. Children aged 6 to 14 years old participated in the Futsal program.
- Camp Achieve, a free educational summer camp for Richmond youth, served more than 300 participants in the zip codes of 94801, 94803, 94804, 94805 and 94806 at the Shields Reid, Nevin, Parchester, and Booker T. Anderson Community Centers. Participants were treated to free meals, educational field trips, enrichment programs (like STEM, ART, Dance, Chess, and Poetry) and curriculum led by WCCUSD teachers). Pre and post tests showed that students gained more than 2 months of literacy learning during the summer months when most students experience learning loss.

- Richmond Senior Center expanded enrichment classes to the 1st and 3rd Saturdays from 10:00 AM - 2:00 PM. Classes include Advanced Line Dancing, Glamorous Art Performance Workshop, and Thread & Needles.
- Boosted large-scale concert and event rentals at the Richmond Memorial Auditorium, increasing facility usage and community engagement.
- Supported 38 Neighbor-to-Neighbor events with over 2,300 attendees in partnership with neighborhood councils.
- The Youth Outdoors Richmond program continued to provide eight dynamic events that welcomed more than 250 youth and adults, offering opportunities for outdoor adventure, cultural exploration, and intergenerational connection.

Richmond Fund for Children & Youth (RFCY)

- Released the department's first multi-year Request for Proposals for FY 2025-28:
 - 92 applications received for this Request for Proposals (RFP).
 - 37 youth-serving public and non-profit organizations awarded a total of \$6,684,835 annually for three years.
- Implemented the use of a Grant Management System.
- Relaunched the Service Provider Working Group.
- Completed the bulk of comprehensive FY 2021-24 RFCY Evaluation Report, to be released in FY 2025-26.

Reach Out with Compassion and Kindness (ROCK)

- ROCK Team completed a three-tier hiring process that began with 143 Community Intervention Specialist and now has 7 full time employees (FTE) expected to start their training academy on December 1, 2025.
- Two ROCK Mobile Crisis Vans have been acquired, serviced, and registered with the Public Works Department.
- Bonterra Tech LLC completed the ROCK Team's internal Record Management System (Apricot 360) to be used by field responders beginning on December 1, 2025.
- Collaborated with Housing Department to identify RFP for three local organizations that met the criteria for opioid remediation funds.
- Request for Bid (RFB) was completed and a local vendor Glampervan in Oakland, California has begun the work to internally build out 2 Ford Transit Vans acquired in FY 2023-24 for community crisis response.
- Emphasized community engagement through an array of activities requiring community involvement. Activities included partnering with a local vendor for van wrapping of mobile crisis response vans; holding a youth logo contest that received 13 youth designs; and establishing an official mobile crisis response team name with 141 survey responses.

Community Development

- Received Council concurrence to develop the Hilltop Horizon Specific Plan based on a land concept plan that will guide the long-term revitalization of the former Hilltop Mall area into a vibrant mixed-use, major activity center with new housing, commercial, and open space opportunities.

- Released the Richmond Accessory Dwelling Unit (ADU) Guidebook and a set of pre-approved ADU plans to help residents streamline the design and permitting process, reduce costs, and encourage construction of new housing consistent with state and local standards.
- Obtained a \$1.5 million Senate Bill (SB) 1 grant from the Ocean Protection Council to develop a SB 272-compliant sea level rise adaptation plan for the city.
- Obtained a \$9.5 million Reconnecting Communities Pilot Program grant from U.S. Department of Transportation (DOT) for the City’s Complete Streets over 1-580 and Rail project.

Economic Development

Arts and Culture

- Chevron, 901 W Cutting Project. (Completed)
- Slate Art, Port Terminal 3 Public Art Project. (Completed)
- Strategic Plan for Richmond Arts Corridor. (Contract Executed)
- Parchester Village 88 panel mural – Meritage Homes. (Completed)
- Mond An-Ex, Christopher Peterson painting accepted into Public Art Inventory.
- "Changing Tides" Sculpture, Ferry Building – Maintenance – graffiti tags on stone seating (completed), rust treatment, and lighting maintenance.

Business Development

- The American Rescue Plan Act (ARPA) Small Business Support Program is nearing completion of final grant round, with the last eight businesses set to receive funding in late 2025. A celebratory check presentation is scheduled for December 12, 2025. To date, the program has delivered meaningful impact—48 local businesses have received \$350,000, strengthening Richmond’s commercial corridors and boosting long-term economic resilience.
- The City proudly rebranded the Mobile Vendor Plaza into The Lot: Downtown Richmond Food Court, transforming a support program into a vibrant downtown destination that highlights local entrepreneurs and cultural diversity. The Lot now hosts 8 to 12 vendors during the weekly markets, with continued growth expected.
- The City continues to advance equity and opportunity through Cannabis Equity Program. In partnership with the Community Development Department’s Planning Division, the department is working on key updates to the Cannabis Ordinance to modernize the municipal code and create pathways for additional retail locations. The City has hosted three town hall meetings focused on transparency, program updates, and gathering direct feedback.
- Committed to delivering a comprehensive effort to strengthen economic opportunity, climate resilience, and community well-being through the Green Blue New Deal (GBND) initiative. Staff continued to collaborate across departments, and a quarterly update on GBND progress will be presented to the City Council in December 2025. This work underscores Richmond’s leadership in sustainable and equitable development.

- Prepared to launch the Small Business Beautification Pilot Program focused on uplifting the Iron Triangle, Santa Fe, and Coronado neighborhoods. This Façade Improvement Pilot Program is designed to uplift Richmond’s small business districts. After extensive community engagement, the City is preparing to launch the program in late December 2025, taking a major step toward revitalizing some of the most vibrant commercial corridors.
- Provided tailored on-demand business support and guidance to new and established entrepreneurs, including business planning, marketing, and technical assistance. As of October 14, 2025, the program supported 39 businesses, awarded 9 incubator scholarships, delivered 80 hours of expert consulting, and offered additional training, wellness coaching, and networking opportunities.

Environmental and Health Initiatives

- Completed 30 no-cost solar installations through a partnership with Generating Renewable Ideas for Development (GRID) Alternatives on low-income homes funded by Environmental & Community Investment Agreement (ECIA).
- Completed 5 Zero Next Carbon Ready Homes funded by California Energy Commission grant led by MCE Clean Energy and ZNE Alliance.
- Hosted 2 no-cost solar sign-up workshops in partnership with GRID Alternatives and Richmond Rising.
- Presented on the City of Richmond’s Health in All Policies to University of California, Berkeley students.
- Completed draft of Health in All Policies 10-year Report.
- Explored feasibility for the City to adopt Healthy Options at Point of Sale ordinance in partnership with Bay Area Community Resources (BACR).

Port of Richmond

- Participated in the following major Port Regional and National Industry Events: Pacific Trade Association Meeting, American Association of Port Authorities Annual (AAPA) Conference in Quebec, Canada, California Association of Port Authorities (CAPA) Ports Day in Sacramento, San Francisco Marine Exchange Annual Event, and annual Pacific Offshore Wind Conference.
- Launched a major milestone with the Point Potrero Marine Terminal (PPMT) Facilities Assessment project, which initiated a comprehensive assessment to evaluate operational capacity, infrastructure needs, and long-term planning strategies for one of the Port’s most critical terminals.
- Honda vehicle imports have resumed arrival at the Port, expanding and strengthening the Port’s automobile import portfolio beyond the ongoing Subaru business.
- Prioritized safety and traffic improvements on Canal Boulevard and Point Potrero Marine Terminal (PPMT), which included installing new speed bumps near the Graving Basins to reduce vehicle speeds and completed restriping and berm painting on Canal Boulevard to improve traffic safety and operational efficiency.
- Completed the Crime Prevention Through Environmental Design (CPTED) Report in collaboration with the Richmond Police Department, a comprehensive report to enhance security, visibility, and environmental safety across Port facilities.

- Completed key infrastructure upgrades to support Port operations, including heating unit repairs at the Riggers Loft Building, Port Administration offices, fire hydrant upgrades and certifications at the Auto Warehousing Company, and new fencing around the General Warehouse and Port parking areas.

Real Estate

- Coordinated authorization of the City Marina Lease Equity Transfer, with an expected annual property tax increase of \$142,000 and a one-time Transfer Tax receipt of over \$1.0 million.
- Updated the Civic Center Campus Lease for Senator John Garamendi.
- Created leasehold space for the California State Senator Office of Jesse Arreguin within the Civic Center Campus.

Richmond Housing Authority (RHA)

- Selected a development partner (Eden Housing and Community Housing Development Corporation) for the redevelopment of the 100 units at Nystrom Village and negotiated/executed an Exclusive Right to Negotiate Agreement (ERNA).
- Continued implementation of the Public Housing Authority Recovery and Sustainability (PHARS) Agreement between Housing and Urban Development (HUD), the City of Richmond, and RHA.
- Advanced Rental Assistance Demonstration (RAD) conversion planning for the Richmond Village property.
- Nevin Plaza Phase I renovations have been substantially completed; awaiting final contractor close-out documents, certificate of substantial completion, and final building permit approvals.
- Nevin Plaza Phase II Lease Disposition and Development Agreement was executed.
- Submitted the audited Financial Data Schedule (FDS) for FY 2019-20, which is under review by HUD and the unaudited FDS for FY 2024-25, which is under review by HUD.

Internal Services

Human Resources (HR)

- Implemented a robust digital onboarding system that allows employees to complete all required forms electronically. This innovation enhances compliance tracking, minimizes paperwork, and provides HR with real-time visibility into onboarding progress. Including the launch of Richmond and Management Unlocked, providing access to valuable resources and information for the City’s incoming employees.
- By implementing CalPERS’ self-service feature, HR enabled employees to make benefit changes online, significantly reducing paperwork and manual data entry for HR. Additionally, hosted “Open House” sessions, offering employees convenient, in-person support for benefits and Open Enrollment questions.
- Developed standardized internal forms aligning with federal and state requirements, improving consistency, compliance, and ease of use for both employees and HR staff.
- Successfully regenerated the Race Equity Program, further enhancing the commitment to fostering an inclusive and diverse workplace. This initiative has been a cornerstone of the City’s efforts to create a more equitable environment for everyone.

- The City’s robust training schedule has significantly contributed to the professional development and safety of all team members. These training programs have been well-received and have played a crucial role in enhancing the skills and knowledge of the workforce. HR held 79 trainings across a plethora of subjects and 84 safety-related trainings.
- The establishment of the Learning Management System has streamlined training processes, making it easier for employees to access and complete required courses online. This system ensures the HR team stays up-to-date with the latest industry standards and best practices.

Information Technology (IT)

- The Information Technology Department Network and Communications staff successfully completed the migration from the legacy ShoreTel phone system to RingCentral. The aging ShoreTel system was no longer supported by the manufacturer.
- Offered City departments (in-person) hands-on training for Microsoft and Adobe desktop applications including improving the ease-of-use of these tools including AI and improved Americans with Disabilities Act (ADA) capabilities.
- Managed the City’s enterprise Geographic Information System (GIS) system, Website and Social Media Management, Open Data System, and provides efficient digital initiatives for process improvements.
- Enterprise Resource Planning (ERP) Division worked collaboratively with City departments to implement the Intuitive Municipal Solutions (iMS) cloud-based software system to introduce a more streamlined and efficient process for managing Permitting, Planning, and Code Enforcement activities. This new system enhances communication and transparency, making it easier for the community to engage with City services.
- ERP Division provided Planned Annual Continuing Education (PACE) programs for the City’s Finance and Human Resources Departments and prepared City staff for the current Tyler MUNIS upgrade.
- The IT/KCRT Department designed over 213 billboard “Datanet” screens for the KCRT Government Television channel, and for social media publishing during FY 2024-25. In addition, IT/KCRT continues to manage Board and Commission meetings including Council meetings with zero downtime.

Public Safety

Fire Department - Administration

- Promoted a Fire Chief to lead the City’s all-risk Fire Department, strengthening leadership, reinforcing the department’s commitment to innovation, advancing emergency response capabilities, and community-focused fire prevention and emergency preparedness.
- Promoted one (1) Deputy Chief, two (2) Battalion Chiefs, one (1) Fire Marshal, one (1) Fire Inspector, three (3) Fire Captains, and one (1) Fire Engineer.
- Explored the feasibility of transitioning into paramedic program Advanced Life Support (ALS) and reported the findings to the City Council based on Matrix Consulting Group’s report.
- Expanded peer support and mental health services of the department.
- Reviewed and revised department policies and procedures to enhance effectiveness and operational efficiency.

Fire Department – Emergency Operations

- Responded to 14,977 incidents, including 1,825 fire calls, 8,758 Emergency Medical Services (EMS)/rescue calls, and 2,631 good intent calls.
- Hosted community engagement events, including an open house at Fire Station 64 during National Fire Safety Week, and Wildfire Preparedness Open House at Fire Station 63.

Fire Department - Emergency Services

- Graduated 35 Community Emergency Response Team (CERT) volunteers from the Spring 2025 CERT Academy after 10 weeks of training.
- Conducted in-person staff orientations at the City of Richmond Emergency Operations Center (EOC), providing training on EOC operations, start-up procedures, and Disaster Service Worker (DSW) roles to City employees.

Fire Department – Fire Prevention

- Completed 1,970 primary fire inspections (including construction, operational permit, Very High Fire Severity Zone (VHFHSZ)) and 84 fire access and trail surveys ensuring fire and life safety of the community.
- Designated and adopted an ordinance designating Fire Hazard Severity Zone (FHSZ) areas as moderate, high, and very high within City limits based on the Local Responsibility Area (LRA) recommended by the State Fire Marshal.
- Promoted three (3) Fire Inspectors I to Fire Inspector II and certified them as fire investigators.
- Transitioned the division to a paperless workflow, improving efficiency and record management through the implementation of iMS.

Fire Department – Support Services

- Started the repair, maintenance, and upgrade of Richmond Fire Boat “Victory.”
- Designed the specifications of fire apparatus replacement – engine, Tractor Drawn Aerial (TDA), rescue, hazardous materials, breathing support apparatus, and support vehicles.

Fire Department – Training Division

- Conducted the Recruit Academy 25-1 and graduated eight firefighter trainees following 16 weeks of rigorous training.
- Administered the final probationary examinations of probationary firefighters from Recruit Academy 23-1, ensuring their operational readiness and consistent high standards in service.
- Facilitated several multi-agency specialized training programs, including Hazardous Materials Technician/Specialist, Structural Collapse, Trench Rescue, Rope Rescue, and Refinery Fire Tactics.

Police Department (RPD)

- Successfully hired 21 new sworn officers and 13 professional staff members, strengthening RPD’s operational readiness.
- Richmond recorded one of the lowest annual homicide totals since 1971, with only two homicides year-to-date. Overall violent crime declined by 16% compared to last year, reflecting continued progress in community engagement, focused deterrence, and data-driven policing strategies.
- Welcomed over 700 community members to the annual “Cops and Goblins” Halloween Open House. Families experienced a haunted house walkthrough, trick-or-treating with RPD staff, and food and music provided by talented in-house officer DJs, reinforcing positive connections between officers and residents.
- The Crime Prevention Unit coordinated and participated in 160 community safety and outreach events across Richmond, expanding neighborhood partnerships, resource access, and trust.
- Completed the installation of new encrypted radio systems in all patrol vehicles and successfully transitioned alongside Contra Costa County agencies to meet Department of Justice (DOJ)-mandated encryption requirements, enhancing protect of criminal justice information and personally identifiable information.
- Partnered with local immigrant advocacy organizations and community groups to host several community meetings focused on immigration enforcement education and support. These sessions provided residents with accurate information on RPD policies, reassured families about local protection, and ensured communities understood their rights and resources.

Public Works

Engineering

Capital Improvement Program (CIP)

- Completed construction for the 2024 Pavement Preventative Maintenance Slurry Seal Project.
- Completed construction for the Richmond Communities Clean Collaborative – Boorman Park Site Remediation Project.
- Completed construction for the Booker T. Anderson Community Center Phase II Infrastructure and HVAC Projects.
- Started construction for the Shields-Reid Park Revitalization Project.
- Completed design for the 13th Street Complete Streets Project.
- Completed design for the Revitalizing the Historic Richmond Main Library project.

Transportation

- Expanded the Richmond Moves micro transit program city-wide.
- Richmond Moves completed 78,951 rides

Water Resource Recovery (WRR)

- Replaced over two miles of sanitary sewer Grade 5 defective pipes (as required in Baykeeper Settlement Agreement).
- Completed System Evaluation Capacity Assurance Plan (SECAP) for the sanitary sewer collection system.
- Met Baykeeper Sanitary Sewer Overflow Reduction Goal of reporting less than 15 spills (reported 10 total).
- Completed Sludge Thickener Capital Improvement Project at Wastewater Treatment Plant.
- Environmental Compliance implemented new pretreatment program management software. This will allow the program to remain compliant with Federal Code of Regulations, part 40 section 403.
- Staff participated in several public events providing information on Pollution Prevention and Stormwater Management.
- Staff continued to participate as co-permittee with Contra Costa County Clean Water Program regarding implementation of Municipal Regional Stormwater Permit version 3.0.

Permits and Land Development

- Successfully implemented the Sidewalk Vendor Enforcement Program in accordance with SB 946 (“Safe Sidewalk Vending Act”), combining education and enforcement efforts. Key outcomes include significantly reduced unpermitted vendors, improved compliance, and safer pedestrian access. Established strong collaboration with the 23rd Street Merchants Association through quarterly meetings; at the most recent meeting, merchants expressed appreciation for the City’s enforcement efforts.
- Implemented the new online permit application system (iMS). Despite the challenges during the transition, permit services to the public continued without interruption.
- Completed restoration work as part of the Carlson Boulevard Repaving/Shasta Street Speed Hump Restoration project in coordination with the East Bay Municipal Utility District (EBMUD) and the Street Division, enhancing roadway safety and infrastructure reliability.
- Developed a new Street Closure Policy to provide utility companies with clear guidelines and ensure adequate public outreach and notification for road closures.
- Removed an unpermitted parklet structure, restoring street parking and ensuring public safety.

Operations & Maintenance

Abatement

- Encampments: Abated 190 tons of debris from 80 locations.
- Illegal dumping: Removed 2,988 tons from 12,760 locations.
- Graffiti: Abated 2,934 tags from 1,930 locations.
- Dumpster Days: Conducted 31 events.
- Seniors Assistance: Removed 300 tons of debris from 1,128 Seniors/disabled citizens’ homes.
- Weed Abatement: Abated 80 locations (Includes alleyways, Richmond Parkway, City lots).

Equipment Maintenance

- 12 new police vehicles to bolster public safety efforts.
- 4 new stake bed trucks to support parks & abatement.
- 2 new transit vans for after school and summer programs.
- 3 new zero-turn lawn mowers for parks.

Lighting Improvement

- Installed new solar lighting to enhance visibility and public safety around the MVP Market area located at the corner of Macdonald Avenue and Marina Way. The project provided consistent illumination for evening market activities, improving both pedestrian comfort and community engagement within the area.
- Restored a total of 66 streetlights (22 along Canal Boulevard and 44 along Cutting Boulevard between I-580 and Canal Boulevard). These corridors had experienced significant outages due to theft and vandalism of electrical systems. The project involved extensive repair and reconnection of wiring systems, restoration of pole infrastructure, and re-energizing the circuits to reestablish safe and reliable roadway lighting for motorists and pedestrians.
- Installed new solar-powered roadway lighting along Castro Street (Hensley Street to Gate 91) to replace fixtures that had previously been removed due to vandalism. The project included replacing damaged poles, installing new solar units, and adding lighting coverage in previously unlit segments. The improvements increased roadway visibility and enhanced safety in the industrial and commuter areas along the corridor.
- Installed a new motor for the circulation pumps at the Richmond Plunge. The failure of the previous motor had resulted in the temporary closure of the facility. Working collaboratively with the Stationary Engineers, the Electrical Shop supported the procurement and installation of the replacement motor, allowing the pool to reopen safely and resume normal operations.

Parks & Landscaping Maintenance

- Worked in collaboration with the Urban Forest Advisory Committee (UFAC) to advance Richmond's first official City Tree designation.
- Led planning and operations for Richmond's 2025 Arbor Day event, partnering with Groundwork Richmond, UFAC, and community volunteers. Held along the Richmond Greenway, the event drew over 50 participants who planted nearly 30 new trees.
- Completed a multi-block landscaping effort along McDonald Avenue.

Streets Maintenance

- Resurfaced over 3 miles of roadways.
- Installed over 700 new signs throughout the city.
- Installed new street sweeping signs in 16 previously unsigned neighborhoods.
- Refreshed or installed new crosswalks and curb paint at all school crossings.
- Installed all new signs on San Pablo Avenue.

Administrative Unit

- To enhance operational efficiency and better support the ongoing needs of the Public Works Department, the City consolidated all administrative unit staff into a single, centralized location. This is expected to streamline communication, improve coordination between divisions, and reduce delays associated with remote or distributed operations.
- Executed 43 contracts amounting to \$42.6 million across Operations and Maintenance, Engineering Capital Improvement Projects (ECIP), and Water Resource Recovery (WRR), ensuring that the City meets operational and developmental goals efficiently.
- Procured 205 purchase orders totaling \$72.6 million that were vital in supporting Operations and Maintenance, ECIP, and WRR.

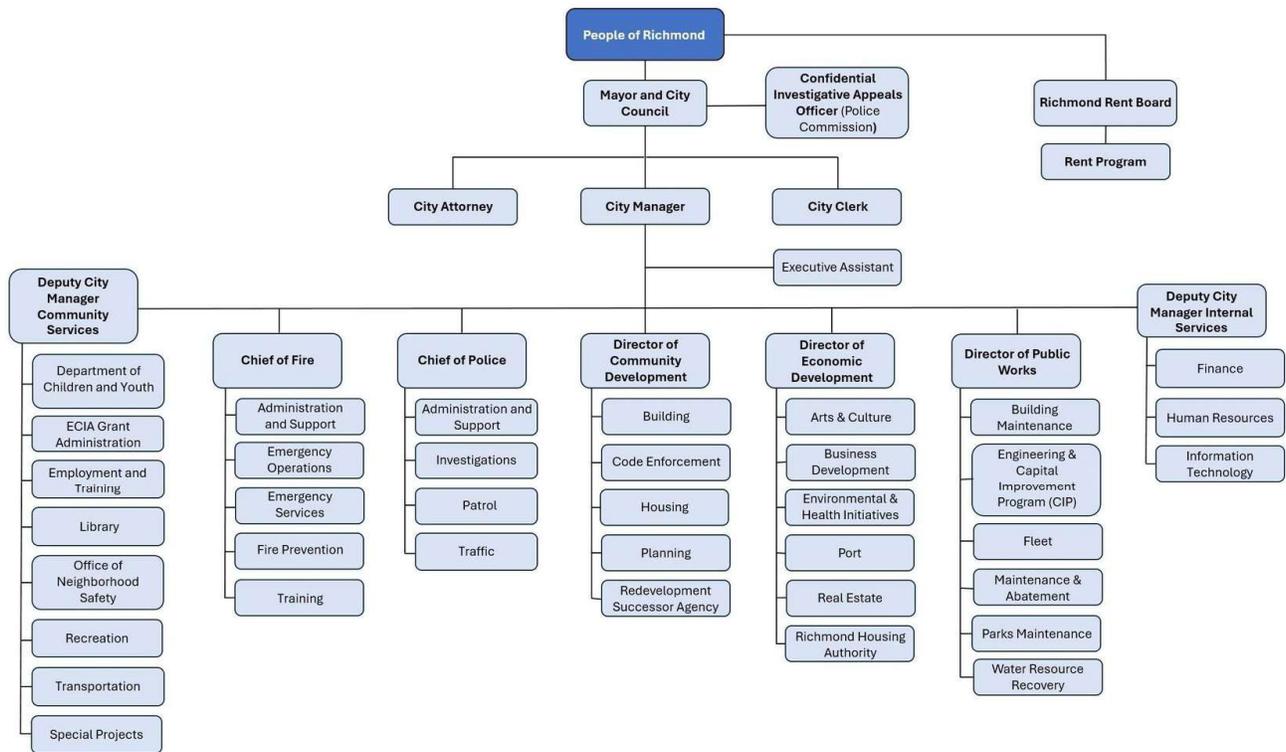
Respectfully submitted,

A handwritten signature in black ink, consisting of several loops and a trailing line, positioned below the text "Respectfully submitted,".

Emily Combs
Director of Finance/Treasurer

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Organizational Chart



List of Elected and Appointed Officials

JUNE 30, 2025

CITY COUNCIL

Mayor	Eduardo Martinez
Vice Mayor (District 6)	Claudia Jimenez
District 1	Jamelia Brown
District 2	Cesar Zepeda
District 3	Doria Robinson
District 4	Soheila Bana
District 5	Sue Wilson

ADMINISTRATION AND EXECUTIVE MANAGEMENT

City Manager	Shasa Curl
Deputy City Manager, Community Services	LaShonda White
Deputy City Manager, Internal Services	Nickie Mastay
City Attorney	Dave Aleshire
City Clerk	Pamela Christian
Director of Community Development	Lina Velasco
Director of Economic Development	Nannette Beacham
Director of Finance	Emily Combs
Director of Information Technology	Sue Hartman
Director of Human Resources	Sharrone Taylor
Director of Public Works	Daniel Chavarria
Chief of Police	Bisa French
Fire Chief	Aaron Osorio
Port Director	Charles Gerard

INDEPENDENT AUDITOR'S REPORT

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

Report on the Audit of the Financial Statements

Disclaimer of Opinion and Unmodified Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Richmond, California (City), as of and for the year ended June 30, 2025, and the related notes to the financial statements. We were engaged to audit the financial statements of the discretely presented component units as of and for the year ended June 30, 2025. These financial statements collectively comprise the City's basic financial statements as listed in the table of contents.

Summary of Opinions

Opinion Unit	Type of Opinion
Governmental Activities	Unmodified
Business-Type Activities	Disclaimer
Aggregate Discretely Presented Component Units	Disclaimer
Major Governmental Funds:	
General Fund	Unmodified
Community Development and Loan Programs Special Revenue	Unmodified
General Purpose Special Revenue	Unmodified
General Capital Improvement Fund	Unmodified
Major Enterprise Funds:	
Richmond Housing Authority	Disclaimer
Port of Richmond	Unmodified
Municipal Sewer	Unmodified
Aggregate Remaining Fund Information	Unmodified

Disclaimer of Opinion on Business-Type Activities, Aggregated Discretely Presented Component Units and Richmond Housing Authority

Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on the financial statements of the business-type activities, Richmond Housing Authority Enterprise Fund, and the aggregate discretely presented component units of the City. Accordingly, we do not express an opinion on these financial statements.

To the Honorable Mayor and Members of the City Council
of the City of Richmond
Richmond, California
Page 2

Basis for Disclaimer of Opinion

The financial statements of the Richmond Housing Authority and RHA Properties, RHA Housing Corporation and RHA RAD LLC have not been audited for the year ended June 30, 2025. The Richmond Housing Authority's financial activities are included in the City's basic financial statements as a major enterprise fund and represent 7.52%, 15.32%, and 4.89% of the assets, net position, and revenues, respectively, of the City's business-type activities. The financial activities of the RHA Properties, RHA Housing Corporation and RHA RAD LLC are included in the City's financial activities as discretely presented component units and represent the City's only discretely presented component units.

Unmodified Opinions on Governmental Activities, Major Governmental Funds, Port of Richmond, Municipal Sewer Fund and Aggregate Remaining Fund Information

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the General Fund, the Community Development and Loan Programs Special Revenue Fund, the General Purpose Special Revenue Fund, the General Capital Improvement Fund, the Port of Richmond Enterprise Fund, the Municipal Sewer Enterprise Fund, and the aggregate remaining fund information of the City as of June 30, 2025, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Unmodified Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, we:

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and required pension and other post-employment benefits information on pages 7-20 and 173-193 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual nonmajor fund financial statements and schedule and budget comparison information of nonmajor governmental funds are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedule and budget comparison information of nonmajor governmental funds are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedule and budget comparison information of nonmajor governmental funds 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 section and statistical section but does not include the financial statements and our auditor's report thereon. Our opinions on the 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 financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the 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.

To the Honorable Mayor and Members of the City Council
of the City of Richmond
Richmond, California
Page 5

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 9, 2026 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Badawi & Associates". The signature is written in a cursive, flowing style.

Badawi & Associates, CPAs
Emeryville, California
February 9, 2026

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MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ended June 30, 2025

This narrative overview and analysis of the City of Richmond's (City) Basic Financial Statements is for the fiscal year (FY) ended June 30, 2025. We encourage readers to consider the information presented here in conjunction with the accompanying transmittal letter, basic financial statements, and notes to the financial statements.

FINANCIAL HIGHLIGHTS

- The City's total net position is \$215.2 million, an increase of \$83.2 million over the prior fiscal year. Net position for governmental activities is \$45.8 million, an increase of \$64.5 million which is mainly attributed to an increase of \$40.3 million in cash and investments and an increase of \$33.4 million in capital assets. Net position for business-type activities is \$169.4 million, an increase of \$18.7 million which is mainly attributed to an increase of \$3.2 million to total assets and a decrease of \$9.8 million to total liabilities. Additional information about the FY 2023-24 restatement of net position can be found in Note 10.
- The assets and deferred outflows of the governmental activities of the City exceeded its liabilities and deferred inflows at the close of FY 2024-25 by \$45.8 million. The assets and deferred outflows of the business-type activities of the City exceeded its liabilities and deferred inflows by \$169.4 million.
- As of June 30, 2025, the City's unrestricted net deficit (governmental and business-type activities) totaled \$306.5 million, a \$64.8 million deficit decrease from prior year. The unrestricted net deficits represent the net unfunded liabilities of the government. Over time, increases and decreases in this account will allow the reader to determine if the City's condition is improving or deteriorating. Restricted net position for governmental and business-type activities increased by a net \$21.4 million to \$190.4 million.
- The City's financial statements include a disclaimer of opinion on the financial statements of the Richmond Housing Authority Enterprise Fund (RHA), a blended component unit included in the City's business-type activities, and three discretely presented component units, RHA Properties, RHA Housing Corporation, and RHA RAD LLC. As of June 30, 2025, the net position of RHA is \$25.9 million, accounting for 15.3% of the City's business-type activities. Additional information about the disclaimer of opinion can be found in the Independent Auditor's Report.
- The City's General Fund cash reserve policy requires the City to maintain a minimum year-end contingency reserve balance of 21% of next year's budgeted General Fund expenditures, including transfers out or \$54.6 million. As of June 30, 2025, the City's cash reserve, which is a component of the unassigned fund balance, is \$62.8 million or 24.2%.
- The Net Pension Liability of \$356.4 million represents the City's unfunded pension obligation, decreased by \$21.4 million from \$377.8 million. The City reports \$53.2 million in the Other Post-Employment Benefit (OPEB) liability for this fiscal year, which is a decrease of \$10.2 million from the \$63.4 million obligation reported in the prior year.

- The City's General Fund revenue and other financing sources (uses) exceeded expenditures by \$3.9 million in FY 2024-25. This is primarily attributable to an increase in revenue, specifically an increase in revenue from other taxes, fines and penalties.

OVERVIEW OF FINANCIAL STATEMENTS

The City's basic financial statements are comprised of government-wide financial statements, fund financial statements, and notes to the financial statements. This report also contains other required supplementary information in addition to the basic financial statements.

Government-Wide Financial Statements

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

The *Statement of Net Position* presents information on all the City's assets, deferred outflows of resources, liabilities, and deferred inflows of resources with the difference between the four reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The *Statement of Activities* presents information showing how the government's net position changed during the fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows.

The government-wide financial statements distinguish functions of the City that are principally supported by taxes and grants, governmental activities, and business-type activities, which are intended to recover all or a significant portion of their costs through user fees and charges. The City's activities include five blended component units, which consist of the Richmond Housing Authority, Richmond Joint Powers Financing Authority, Richmond Neighborhood Stabilization Corporation, Richmond Surplus Property Authority, and Richmond Municipal Sewer District. Although legally separate, the City is financially accountable for the activities of these entities, which are therefore shown as blended as part of the primary government.

RHA Properties, RHA Housing Corporation, and RHA RAD LLC, while being legally separate entities, are included in the City's financial statement as discretely presented component units for which the City bears financial responsibility.

The government-wide financial statements can be found on pages 26-29 of the financial report.

Fund Financial Statements

Fund Financial Statements are designed to report information about the groupings of related accounts that are used to maintain control over resources that have been segregated for specific activities or objectives. The City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds – Governmental funds focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the FY 2024-25. Such information may be useful in determining what financial resources are available in the near future to fund the City's programs.

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 government's near-term financing decisions. Both the governmental fund Balance Sheet and the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances provide a reconciliation to facilitate the comparison between governmental funds and governmental activities.

The City has twenty-five governmental funds, of which four are considered major funds for presentation purposes. Each major fund is presented separately in the governmental fund Balance Sheet and in the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances. The City's four major funds are the General Fund, the Community Development and Loan Programs Fund, General Purpose Fund, and the General Capital Improvement Fund. The basic governmental fund financial statements can be found on pages 34-37 of the financial report. Data from the other twenty-one governmental funds are combined into a single, aggregated presentation and reported separately on pages 197-232 of the financial report.

Proprietary Funds – Proprietary funds of the City are two types: (1) enterprise funds and (2) internal service funds. The City maintains six enterprise funds that provide the same type of information as the government-wide financial statements, but in greater detail. The City maintains three internal service funds to account for its vehicle operations, risk management program, and compensated absences. The proprietary fund financial statements can be found on pages 39-45 and 233-240 of the financial report.

Fiduciary Funds – Fiduciary funds are used to account for resources held for the benefit of third parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The fiduciary funds for the City consist of Private-Purpose Trust Funds and Custodial Funds. The fiduciary funds financial statements for these funds can be found on pages 47-49 and 241-253 of the financial report.

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 53-167 of the financial report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Government-wide Net Position

This comparative financial information includes long-term and short-term information about the City's overall financial condition. The following table provides the reader with highlights of changes between the audited fiscal year and the prior fiscal year.

City of Richmond's Net Position
For the Years Ended June 30, 2025 and 2024
(in thousands)

	Governmental Activities		Business-type Activities		Totals	
	FY2025	*FY2024	FY2025	*FY2024	FY2025	*FY2024
Assets:						
Current assets	\$ 398,997	\$ 356,613	\$ 77,390	\$ 77,298	\$ 476,387	\$ 433,911
Other noncurrent assets	54,112	50,232	67,340	67,396	121,452	117,628
Capital assets	338,754	304,538	271,879	268,677	610,634	573,215
Total Assets	<u>791,864</u>	<u>711,384</u>	<u>416,610</u>	<u>413,370</u>	<u>1,208,473</u>	<u>1,124,754</u>
Deferred Outflows of Resources:						
Deferred outflows related to pensions	62,764	89,223	1,425	1,873	64,189	91,096
Deferred outflows related to OPEB	720	1,169	1	6	721	1,175
Deferred charge on refunding	27,221	28,734	4,859	5,206	32,081	33,940
Total Deferred Outflows of Resources	<u>90,705</u>	<u>119,126</u>	<u>6,286</u>	<u>7,086</u>	<u>96,991</u>	<u>126,211</u>
Liabilities:						
Current liabilities	111,281	98,627	17,997	25,969	129,279	124,596
Noncurrent liabilities	706,325	720,044	179,566	181,359	885,891	901,403
Total Liabilities	<u>817,607</u>	<u>818,671</u>	<u>197,563</u>	<u>207,328</u>	<u>1,015,170</u>	<u>1,025,999</u>
Deferred Inflows of Resources:						
Deferred inflows related to pensions	205	5,835	-	198	205	6,034
Deferred inflows related OPEB	18,153	19,772	261	298	18,414	20,070
Deferred inflows related to leases	758	794	55,677	59,316	56,435	60,111
Total Deferred Inflows of Resources	<u>19,115</u>	<u>26,402</u>	<u>55,938</u>	<u>59,813</u>	<u>75,053</u>	<u>86,215</u>
Net Position:						
Net investment in capital assets	229,835	233,105	101,488	101,269	331,323	334,374
Restricted	187,303	170,210	3,069	(1,213)	190,372	168,997
Unrestricted	(371,290)	(421,928)	64,837	50,630	(306,453)	(371,298)
Total Net Position (deficit)*	<u>\$ 45,848</u>	<u>\$ (18,613)</u>	<u>\$ 169,394</u>	<u>\$ 150,686</u>	<u>\$ 215,241</u>	<u>\$ 132,074</u>

* Net position as of June 30, 2024 was restated. See Note 10. D

Government-wide Activities

The following table indicates changes in the net position for governmental and business-type activities between the audited fiscal year and the previous fiscal year.

City of Richmond's Changes in Net Position For the Years Ended June 30, 2025 and 2024 (in thousands)

	Governmental Activities		Business-type Activities		Totals	
	FY2025	FY2024	FY2025	FY2024	FY2025	FY2024
Revenues:						
Program revenues:						
Charges for services	\$ 35,600	\$ 33,923	\$ 50,391	\$ 50,392	\$ 85,992	\$ 84,315
Operating grants/contributions	63,595	50,287	5,032	3,426	68,627	53,713
Capital grants/contributions	2,464	5,089	-	-	2,464	5,089
General revenues:						
Property taxes-current collections	85,252	74,255	-	-	85,252	74,255
Sales taxes	59,750	61,320	-	-	59,750	61,320
Utility user taxes	63,825	59,120	-	-	63,825	59,120
Documentary transfer taxes	13,383	8,566	-	-	13,383	8,566
Other taxes	13,806	10,189	-	-	13,806	10,189
Unrestricted Intergovernmental	402	8,695	-	-	402	8,695
Use of money and property	15,764	14,919	3,549	4,093	19,313	19,012
Gain on sale of capital assets	3	50	-	-	3	50
Other	1,478	1,801	-	-	1,478	1,801
Total revenues	355,322	328,214	58,973	57,912	414,295	386,126
Expenses:						
General government	76,627	70,312	-	-	76,627	70,312
Public safety	117,952	114,082	-	-	117,952	114,082
Public works	53,059	51,215	-	-	53,059	51,215
Community development	11,826	6,710	-	-	11,826	6,710
Cultural & recreation	13,619	12,963	-	-	13,619	12,963
Housing & redevelopment	4,431	3,442	-	-	4,431	3,442
Interest and fiscal charges	13,012	19,981	-	-	13,012	19,981
Richmond Housing Authority	-	-	2,769	4,445	2,769	4,445
Port of Richmond	-	-	5,820	6,438	5,820	6,438
Municipal Sewer	-	-	28,140	24,835	28,140	24,835
Richmond Marina	-	-	288	213	288	213
Storm Sewer	-	-	2,399	2,752	2,399	2,752
Cable TV	-	-	1,187	898	1,187	898
Total expenses	290,525	278,706	40,603	39,581	331,127	318,287
Excess (Deficiency) of Revenues						
Over (Under) Expenses	64,797	49,509	18,370	18,330	83,168	67,839
Transfers	(337)	(1,076)	337	1,076	-	-
Changes in Net Position	64,460	48,433	18,707	19,406	83,168	67,839
Net position - beginning of year	(18,613)	(62,863)	150,686	133,909	132,074	71,046
Net position - end of year	45,848	(14,430)	169,394	153,315	215,241	138,885
Prior Year Restatements	-	(4,182)	-	(2,629)	-	-
restated	\$ 45,848	\$ (18,613)	\$ 169,394	\$ 150,686	\$ 215,241	\$ 132,074

Governmental Activities

Net position (deficit) of Governmental Activities at the end of FY 2023-24 was restated to negative \$18.6 million. Additional information about the restatement can be found in Note 10 on pages 115-116. Governmental activities increased the net position by \$64.5 million, accounting for 77.5% of the City's total increase in net position of \$83.2 million.

Total revenues of \$355.3 million exceeded total expenses of \$290.5 million by \$64.8 million. Revenues increased by \$27.1 million or 8.3% from the prior year's revenue of \$328.2 million primarily due to an increase in charges for services, operating grants, property taxes, utility user taxes, and other taxes. Expenses increased by \$11.8 million or 4.2% from the prior year's expenses of \$278.7 million primarily due to an increase in salary and administrative expenses.

Business-Type Activities

Business-type activities increased the City's net position by \$18.7 million. Key factors contributing to the increase in business-type activities are as follows:

- The Richmond Housing Authority's (RHA) net position increased by \$465 thousand from the previous year's amount of \$25.5 million. This increase is attributed to a reduction in salaries and benefits, and administrative costs.
- The Port of Richmond's (Port) net position increased by \$7.2 million, an increase of 20% from the previous year's amount of \$36.6 million. This is attributed to an increase in interest earned and a reduction in operating expenses.
- The Municipal Sewer Fund's net position increased by \$8.7 million from the previous year's amount of \$77.8 million. This is attributed to an increase in service charges and revenue received for the West County Agency dissolution.
- Other Enterprise Funds' net position increased by \$2.4 million from the previous year's amount of \$10.9 million. This is attributed to an increase in grants.

Net Program (Expenses) Revenues

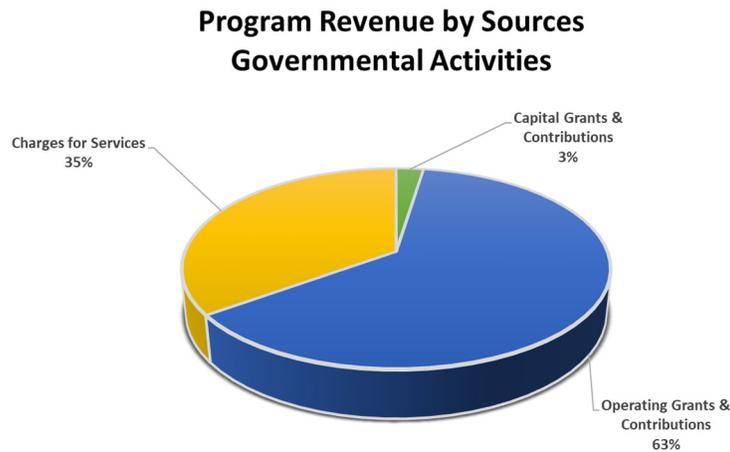
Comparisons of the costs of services by functions for the City's government-wide activities are shown in the preceding tables on page 11, along with the revenues used to cover the net expenses.

The following table details the net program costs for each of the governmental functions.

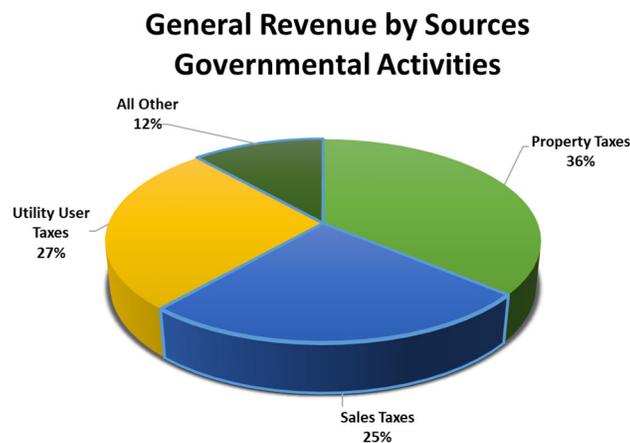
Functions	Expenses and Program Revenues Governmental Activities		
	Expenses	Revenues	Net (Expenses) Revenues
General government	\$ 76,626,870	\$ 30,353,074	\$ (46,273,796)
Public safety	117,951,733	3,398,150	(114,553,583)
Public works	53,058,696	31,559,485	(21,499,211)
Community development	11,825,501	33,999,759	22,174,258
Cultural and recreational	13,619,035	2,246,385	(11,372,650)
Housing and redevelopment	4,430,584	102,138	(4,328,446)
Interest on long-term debt	13,012,295	-	(13,012,295)
Total	<u>\$ 290,524,714</u>	<u>\$ 101,658,991</u>	<u>\$(188,865,723)</u>

Total governmental activities expenses of \$290.5 million were offset by \$101.7 million in program revenues in FY 2024-25. Program revenues are derived directly from the program itself or from parties outside the reporting government’s taxpayers or citizenry. They reduce the net cost of the function to be financed from the government’s general revenues. During the fiscal year, the net costs funded by the City’s general revenues were \$188.9 million.

As reflected in the chart below, 35% of the governmental program revenues came from Charges for Services, which includes licenses, permits, fees, fines, forfeitures, penalties, and several other revenues. The remaining 63% of governmental program revenues came from Operating Grants and Capital Grants Contributions, which includes restricted revenues such as gas tax, transportation and sales tax, and Federal/State Grants.



General revenue is revenue not categorized as program revenues and include property taxes, sales taxes, utility users taxes, documentary transfer taxes, investment earnings, grants and contributions not related to specific programs and other miscellaneous general revenues. Total general revenues from governmental activities were \$236.0 million in FY 2024-25. The three largest components of general revenues received were Property Taxes-current collections of \$85.3 million, Sales Taxes of \$59.7 million, and Utility User Taxes of \$63.8 million. The following chart shows the City’s general revenues by source.



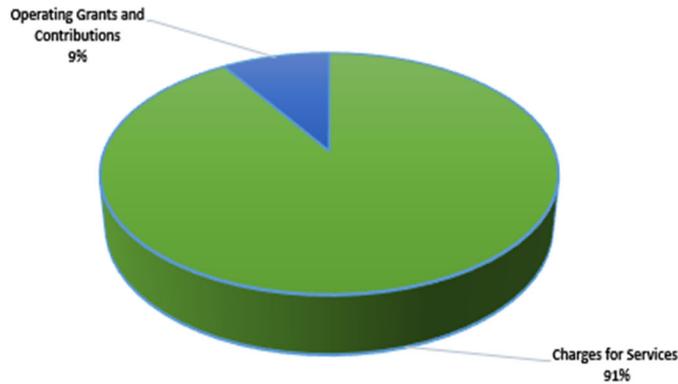
The following table details net program costs for business-type activities. Business-type activities revenue exceeded expenses by \$14.8 million, as Municipal Sewer, the Port of Richmond, and other Enterprise Funds contributed net revenues of \$7.3 million, \$5.4 million, and \$2 million respectively.

**Expenses and Program Revenues
Business-type Activities**

Business-type Activities	Expenses	Program Revenues	Net (Expenses) Revenues
Richmond Housing Authority	\$ 2,769,346	\$ 2,882,446	\$ 113,100
Port of Richmond	5,820,213	11,217,471	5,397,258
Municipal Sewer	28,139,510	35,467,783	7,328,273
Richmond Marina	287,596	514,478	226,882
Storm Sewer	2,399,162	4,578,489	2,179,327
Cable TV	1,186,703	762,659	(424,044)
Total	\$ 40,602,530	\$ 55,423,326	\$ 14,820,796

As reflected in the following pie chart, 91% of the business-type program revenues came from Charges for Services and the remaining 9% were derived from Operating Grants and Contributions.

**Program Revenues by Sources
Business-Type Activities**



FINANCIAL ANALYSIS OF THE CITY'S FUNDS

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

Governmental Funds

The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financial capacity.

At the end of FY 2024-25, the City's governmental funds reported total fund balances of \$263.7 million, an increase of \$22.3 million, or 9.3% from prior year. Financial highlights for the City's major funds are discussed below:

General Fund – The General Fund is the primary operating fund of the City. It is used to report the financial results of the daily operations of the City. The major revenue sources are utility users taxes, sales taxes, and property taxes. The major expenditures are salaries and administrative expenses.

The City's General Fund revenues increased by \$15.1 million or 6.9% and expenditures increased by \$49.5 million or 24.9%. The increase in revenues is primarily due to the increased collection of property taxes, other taxes, charges for services, and utility user taxes. Property taxes increased by \$1.3 million or 2.3%. Other taxes increased by \$8.4 million or 45%. Utility User taxes increased by \$4.7 million or 8%. Charges for services revenue increased by \$715 thousand or 14.5%. The increase in expenditure is due to an increase in salaries and administrative expenses. Public safety expenditures increased by \$17.5 million or 16.5%. Public works expenditures increased by \$3.7 million or 11.5%. Cultural and recreational expenditures increased by \$1.8 million or 15.3%. Capital outlay increased by \$21.8 million due to the remeasurement of the new Police Department Facility (DiCon) lease amendment for five-year lease extension and five additional one-year renewal options under GASB 87.

At the end of the FY 2024-25, the total fund balance increased by \$3.9 million from the prior year to \$103.3 million. The General Fund reported an unassigned fund balance of \$62.8 million, a decrease of \$2.4 million from prior year's balance of \$65.3 million, of which the entire balance has been set aside for contingency.

Community Development and Loan Programs – This fund was established to account for the receipt of grant monies and the uses of Community Development Block Grant, HOME Investment Partnership Program, and Neighborhood Stabilization Program. In conjunction with the dissolution of the Redevelopment Agency, this fund also accounts for the low- and moderate-income housing activities of the City as Housing Successor to the former Redevelopment Agency's low-income and moderate-income housing activities. As of June 30, 2025, fund balance was \$34.9 million, which represents a \$173 thousand increase from prior year's fund balance of \$34.7 million.

General Purpose Fund – This fund was established to account for restricted revenues such as grant monies to be used for specific purposes or various projects. Total revenue increased by \$10 million or 76% from prior year's revenue of \$13.2 million. This increase was primarily attributable to higher grant revenues received for various projects, including the Homekey Project, the Shields-Reid Park Renovation Project,

the Richmond Communities Clean Collaborative infrastructure projects, and the California Violence Intervention and Prevention Program.

General Capital Improvement Fund – The General Capital Improvement Fund is used to track the City’s capital improvement projects. In FY 2024-25, there was a total of \$20.1 million transferred from the General Fund to support multiple capital projects, including the Main Library Renovation project, the Via Verdi mitigations project and the Street Paving Program. Other major contributions were to projects such as the Booker T. Anderson Jr. Center Infrastructure upgrade project, and the Boorman Park remediation project.

Proprietary Funds

The City’s proprietary funds are enterprise and internal service funds. Proprietary funds provide the same type of information found in the government-wide financial statements but in more detail.

The City’s major enterprise funds are the Richmond Housing Authority, Port of Richmond, and Municipal Sewer.

Richmond Housing Authority – The Richmond Housing Authority (RHA) provides affordable housing for low and very low-income residents of Richmond through federally funded housing programs. RHA’s net position increased by \$465 thousand to \$25.9 million as of June 30, 2025.

The Port of Richmond – The Port of Richmond (Port) is a public enterprise established by the City and is administered as a department of the City. Operations include the marine terminal facilities and commercial property rentals. The Port’s net position increased by \$7.2 million to \$43.7 million as of June 30, 2025.

Municipal Sewer Fund – This fund is used to account for a variety of sewer service-related revenues and expenses. Municipal Sewer’s net position increased by \$8.7 million to \$86.5 million as of June 30, 2025.

GENERAL FUND BUDGETARY HIGHLIGHTS

The original adopted budget, excluding transfers, bond premium and proceeds from sale of property, reflected \$226.5 million in estimated revenues and \$235.4 million in appropriations.

Budget adjustments reflect extensive analysis and updates arising from periodic review and Council approved amendments that occurred during the fiscal year.

The final revised budget includes \$695 thousand increase in estimated revenues and \$4.5 million increase in appropriations. Actual revenue of \$233.8 million exceeded the revised revenue budget by \$6.7 million, a variance of 3%. Key elements of the variances in revenues and appropriations are discussed below.

Property taxes received totaled \$55.1 million, which was \$2.5 million below both the original and revised budgets. The lower amount stems from residual Redevelopment Property Tax Trust Fund (RPTTF) Recognized Obligation Payment Schedule (ROPS) receipts for the Successor Agency Residual and Pass-through revenue. After several years of significant growth, the numbers have somewhat stagnated.

Sales taxes totaled \$59.7 million, which was \$1.2 million below the revised budget and \$706 thousand below the original budget. This dip is the result of one-time spikes related to businesses who located in Richmond on a short-term basis in FY 2023-24.

Utility Users Tax (UUT) totaled \$63.8 million, which exceeded expectations by \$1.7 million. The primary source of the increase is in tax collections from gas and electricity due to rate increases by Pacific Gas and Electric and the amount related to the tax provision that went up based on the regional gas and electricity Consumer Price Index.

Licenses, permits and fees totaled \$14.8 million, which exceeded the revised budget by \$986 thousand. A significant part of this revenue stream is the Business License Tax. Richmond voters in 2020 approved Measure U which changed the way the business tax is calculated based on number of employees to gross receipts. Additionally, it changed the due date where now all business licenses expire on December 31st of each year rather than the anniversary date of each business basis. This change in expiration date required some businesses to transition their expiration which in many cases meant they would pay both a prorated amount and a full amount in the first full year of Measure U. This caused the amount received for FY 2023-24 to be higher than the amount received in FY 2024-25.

The final estimated General Fund Revenues are \$227.0 million, an increase of \$545 thousand from the original adopted budget appropriation of \$226.5 million. The increase stems from small adjustment to the Sales Tax and Charges for Services revenue categories.

The final adjusted appropriations are \$243.1 million, an increase of \$7.7 million from the original adopted budget appropriation of \$235.4 million. The increase is driven by additional appropriations in General Government, Public Safety, and Capital outlay. The final budget appropriation for transfers out is \$33.4 million, an increase of \$12.9 million. The increase is due to City Council approved allocations to several capital projects to appropriate fund balance above the minimum reserve level of 21%.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The City’s investment in capital assets for its governmental and business-type activities as of June 30, 2025, amounted to \$610.6 million, net of accumulated depreciation. Investment in capital assets includes land, construction in progress, buildings and improvements, machinery and equipment, and infrastructure. Details by type are shown in the following table.

Capital Assets by Type
For the Years Ended June 30, 2025 and 2024

	Governmental activities		Business-type activities		Total	
	FY2025	*FY2024	FY2025	*FY2024	FY2025	*FY2024
Land	\$ 27,750,622	\$ 24,634,683	\$ 7,195,986	\$ 7,195,986	\$ 34,946,608	\$ 31,830,669
Construction in Progress	83,631,449	61,354,913	130,571,385	122,896,840	214,202,834	184,251,753
Building and improvements	91,850,824	95,469,802	19,914,534	20,649,041	111,765,358	116,118,843
Machinery and equipment	16,521,719	16,328,839	1,871,006	2,159,816	18,392,725	18,488,655
Land improvements and infrastructure	97,442,767	103,816,756	112,196,346	118,062,967	209,639,113	221,879,723
Leased building and improvements	20,226,494	955,775	130,242	390,724	20,356,736	1,346,499
Subscription based I.T. agreements	1,330,147	2,379,223	-	-	1,330,147	2,379,223
Total Capital assets	\$338,754,022	\$304,939,991	\$271,879,499	\$271,355,374	\$610,633,521	\$576,295,365

* Balance for June 30, 2024 restated.

The City’s infrastructure assets are recorded at their historical costs in the government-wide financial statements. Additional information about the City’s capital assets can be found in Note 6 on pages 86-90.

Debt Administration

Long Term Debt – The City’s total debt outstanding increased by \$14.6 million to \$438.3 million as of June 30, 2025. The increase is partly due to a five-year lease extension, which also includes five additional one-year renewal options, with DiCon Fiberoptics for Police Department Facility. Details by type are shown in the following table.

**Outstanding Debt
For the Years Ended June 30, 2025 and 2024**

	Governmental Activities		Business-Type Activities		Totals	
	FY2025	FY2024	FY2025	FY2024*	FY2025	FY2024
Lease revenue bonds	\$ 85,024,698	\$ 89,998,136	\$ 123,100,622	\$ 127,020,808	\$ 208,125,320	\$ 217,018,944
Pension obligation bonds	154,140,000	154,140,000	-	-	154,140,000	154,140,000
Total bonds payable	239,164,698	244,138,136	123,100,622	127,020,808	362,265,320	371,158,944
Loans payable	465,981	609,071	51,859,310	45,777,830	52,325,291	46,386,901
Financed Purchases	1,643,029	2,594,341	-	-	1,643,029	2,594,341
Lease Liability	20,456,734	996,762	290,704	290,704	20,747,438	1,287,466
Subscription based I.T. Agreements	1,328,891	2,318,011	-	-	1,328,891	2,318,011
Total outstanding debt	\$ 263,059,333	\$ 250,656,321	\$ 175,250,636	\$ 173,089,342	\$ 438,309,969	\$ 423,745,663

* Balance for June 30, 2024 restated.

The City does not have any general obligation bonds as of June 30, 2025.

Economic Factors

The City’s economic base has recovered from the slowdown related to the effects of the COVID-19 restrictions. As of January 1, 2025, property values assessed by the County have increased by 3.5% over the prior year. Increase to the Assessed Valuation (AV) primarily stemmed from the new valuations of properties sold the prior year in Richmond. The Consumer Price Index (CPI) growth was 2.0% for most properties and there were significant property sales during the year. The refinery assessment by the County decreased from approximately \$3.3 billion in 2024 to \$3.2 billion in 2025, a decrease of \$161 million or 5%. Redevelopment Property Tax Trust Fund (RPTTF) revenue from Recognized Obligation Payment Schedule (ROPS) payments, after many years of significant growth, have somewhat flattened out at around \$10.5 million per year. Sales tax revenue has rebounded to above pre-pandemic levels. Sales tax revenue was \$47.7 million in FY 2018-19, dipped down to \$44.5 million in FY 2019-20, rebounded to \$49.0 million in FY 2020-21, and has continued to increase year-over-year. In FY 2023-24, sales tax revenue increased to \$61.3 million but dipped to \$59.7 million in FY 2024-25. This dip was the result of one-time spikes related to businesses who located to Richmond on a short-term basis. The sales tax business anchors in Richmond continued to display steady growth.

Measure H

In November 2018, Richmond voters approved Measure H which called for a new tiered calculation for the Documentary Transfer Tax. The tax rate increases based on the sale price of the property. The rate of 0.70% did not change for sales under \$1 million, but for sales from \$1 million and above, the rates changed according to the following table.

Sale Price	\$1 to \$999,999	\$1M to \$2,999,999	\$3M to \$9,999,999	\$10M and above
Amount per \$1,000	\$7.00	\$12.50	\$25.00	\$30.00
Rate	0.70%	1.25%	2.50%	3.00%

Prior to the new tiered system, Documentary Transfer Tax has always been one of the most volatile of revenue streams for the City. A few sales can have a dramatic impact on the General Fund, and this has not changed as revenue fluctuates year-to-year. In FY 2017-18, before the new tiered rate structure was established, the transfer tax collected totaled \$6.5 million. In FY 2018-19, the tax collected went up to \$8.0 million. In FY 2019-20, it went up modestly to \$8.7 million. In FY 2020-21, due to a few unusually large real-estate transactions, it increased significantly to \$19.9 million. In FY 2021-22, the Transfer Tax revenue decreased by \$1.2 million to \$18.6 million. In FY 2022-23, the Transfer Tax revenue saw a significant dip of \$8.2 million, or a decrease of 44%, with a total of \$10.4 million in Transfer Tax. In FY 2023-24, the Transfer Tax revenue saw another dip, this dip was \$1.8 million, or a decrease of 18%, with a total of \$8.6 million in Transfer Tax received. Finally, in FY 2024-25 the Transfer Tax revenue saw a significant increase of \$4.8 million, corresponding to an increase of 56%, with a total of \$13.46 million in Transfer Tax received.

Measure U

In November 2020, Richmond voters approved Measure U, which significantly changed the calculation for the business license tax. This changed the tax calculation from being based on the number of employees or location to a percentage of the business's gross receipts. The percentage charged varies based on both the type of business and the amount of gross receipts with the new rates, ranging from 0.06% to 0.68% for businesses and 1.08% to 2.4% for rental properties. The new methodology brought in an additional \$5.3 million for the City in FY 2021-22, an increase of 168% compared to prior year, an additional \$7.7 million in FY 2022-23 with a total of \$16.2 million, an increase of 91% over the previous year. In FY 2023-24, revenue received totaled \$14.5 million, a decrease of \$1.7 million or 10.8%. This decrease was expected as businesses transitioned to the new business tax calculation methodology based on gross receipts and the updated expiration date of December 31st of each year. This expiration date change called for some businesses that did not expire on December 31st to make two payments during the fiscal year – one was a partial payment for 2023, and the other was the full payment for 2024. In FY 2024-25, Business License Tax revenue received totaled \$14.7 million, an increase of \$151 thousand or 0.9%.

The City continues to closely monitor revenue and expenditures through monthly variance reports to assure adherence to budget controls. Simultaneously, position control is strictly enforced, ensuring that any employee hired is moving into a funded position. For the upcoming fiscal year, staff is working to align the

budget forecast with City Council priorities and California State Auditor's recommendations, review the City's organizational structure, and provide recommended actions for fiscal sustainability.

This will include planning and addressing pension and Other Post-Employment Benefits (OPEB) funding and determining adequate reserve level per the California State Auditor's recommendation. Additionally, the City continues to analyze the structural integrity of all funds and identify additional cost reductions and efficiencies.

In August 2024, the Richmond City Council unanimously entered into a limited-term revenue agreement with Chevron. The agreement stated that Chevron will pay the City \$550 million over 10 years. Under the agreement, Chevron will make annual payments of \$50 million per year for the first five years and \$60 million per year for the next five years. The limited-term revenue will be recorded in Richmond's General Fund, and city leaders are still exploring options for how best to use these funds.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the City's finances for all its citizens, taxpayers, customers, investors, and creditors. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the City of Richmond, Finance Department, 450 Civic Center Plaza, Richmond, CA 94804. Alternatively, you may send your inquiries via email to Finance@ci.richmond.ca.us.

BASIC FINANCIAL STATEMENTS

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GOVERNMENT-WIDE FINANCIAL STATEMENTS

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City of Richmond
Statement of Net Position
June 30, 2025

	Primary Government		
	Governmental	Business-type	Total
	Activities	Activities	
ASSETS			
Current assets:			
Cash and investments	\$ 328,480,622	\$ 70,653,417	\$ 399,134,039
Restricted cash and investments	19,014,896	3,166,331	22,181,227
Receivables:			
Accounts, net	16,477,662	7,198,385	23,676,047
Interest	665,694	133,269	798,963
Grants	25,750,140	2,005,266	27,755,406
Loans	-	-	-
Leases	23,593	1,770,891	1,794,484
Internal balances	7,537,415	(7,537,415)	-
Prepays and supplies	1,047,138	-	1,047,138
Total current assets	<u>398,997,160</u>	<u>77,390,144</u>	<u>476,387,304</u>
Noncurrent assets:			
Due from developer	-	10,221,743	10,221,743
Loans	53,268,501	-	53,268,501
Leases	765,898	57,118,190	57,884,088
Property held for resale	78,016	-	78,016
Capital assets:			
Nondepreciable	111,382,071	137,767,371	249,149,442
Depreciable	803,372,305	359,049,689	1,162,421,994
Less accumulated depreciation	(576,000,354)	(224,937,561)	(800,937,915)
Total capital assets	<u>338,754,022</u>	<u>271,879,499</u>	<u>610,633,521</u>
Total noncurrent assets	<u>392,866,437</u>	<u>339,219,432</u>	<u>732,085,869</u>
Total assets	<u>791,863,597</u>	<u>416,609,576</u>	<u>1,208,473,173</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows of resources - pension	62,764,095	1,425,032	64,189,127
Deferred outflows of resources - OPEB	719,989	1,273	721,262
Deferred charge on refunding	27,221,362	4,859,341	32,080,703
Total deferred outflows of resources	<u>90,705,446</u>	<u>6,285,646</u>	<u>96,991,092</u>
LIABILITIES			
Current liabilities:			
Accounts payable and accrued liabilities	23,405,708	7,406,015	30,811,723
Interest payable	4,493,854	2,643,831	7,137,685
Refundable deposits	1,760,495	488,304	2,248,799
Unearned revenue	47,422,157	2,403,234	49,825,391
Compensated absences - due within one year	7,551,236	153,219	7,704,455
Claims liabilities - due within one year	15,600,347	-	15,600,347
Long-term debt - due within one year	11,047,460	4,902,785	15,950,245
Total current liabilities	<u>111,281,257</u>	<u>17,997,388</u>	<u>129,278,645</u>
Noncurrent liabilities:			
Compensated absences	10,988,150	433,749	11,421,899
Claims liabilities	42,504,295	-	42,504,295
Long-term debt	252,011,873	170,347,851	422,359,724
Net pension liability	349,711,086	6,685,036	356,396,122
Net OPEB liability	51,109,901	2,099,086	53,208,987
Total noncurrent liabilities	<u>706,325,305</u>	<u>179,565,722</u>	<u>885,891,027</u>
Total liabilities	<u>817,606,562</u>	<u>197,563,110</u>	<u>1,015,169,672</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows of resources - pension	204,528	-	204,528
Deferred inflows of resources - OPEB	18,152,791	261,461	18,414,252
Deferred inflows of resources - leases	757,602	55,676,966	56,434,568
Total deferred inflows of resources	<u>19,114,921</u>	<u>55,938,427</u>	<u>75,053,348</u>
NET POSITION			
Net investment in capital assets	229,834,689	101,488,204	331,322,893
Restricted for:			
Capital projects	68,312,173	-	68,312,173
Debt service	242,098	3,068,545	3,310,643
Housing and redevelopment	12,089,128	-	12,089,128
Community development projects	101,496,804	-	101,496,804
Pension plans	5,162,825	-	5,162,825
Total restricted	<u>187,303,028</u>	<u>3,068,545</u>	<u>190,371,573</u>
Unrestricted	(371,290,157)	64,836,936	(306,453,221)
Total net position	<u>\$ 45,847,560</u>	<u>\$ 169,393,685</u>	<u>\$ 215,241,245</u>

Component Units		
RHA Housing Corporation	RHA RAD LLC	
\$ 210,417	\$ -	
-	-	
-	-	
-	-	
-	15,510,000	
-	-	
-	-	
-	-	
<u>210,417</u>	<u>15,510,000</u>	
-	-	
-	-	
-	-	
-	-	
-	-	
-	-	
<u>210,417</u>	<u>15,510,000</u>	
-	-	
-	-	
-	-	
-	-	
-	-	
66,407	-	
-	-	
-	-	
<u>66,407</u>	<u>-</u>	
-	-	
-	-	
-	-	
-	-	
-	-	
<u>66,407</u>	<u>-</u>	
-	-	
-	-	
-	-	
-	-	
-	-	
-	-	
-	-	
-	-	
144,010	15,510,000	
<u>\$ 144,010</u>	<u>\$ 15,510,000</u>	

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

Functions/Programs	Expenses	Program Revenues			Total
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Primary Government:					
Governmental activities:					
General government	\$ 76,626,870	\$ 25,586,659	\$ 4,766,415	\$ -	\$ 30,353,074
Public safety	117,951,733	3,124,973	212,123	61,054	3,398,150
Public works	53,058,696	5,791,738	23,602,716	2,165,031	31,559,485
Community development	11,825,501	183,896	33,577,953	237,910	33,999,759
Cultural and recreational	13,619,035	912,884	1,333,501	-	2,246,385
Housing and redevelopment	4,430,584	-	102,138	-	102,138
Interest on long-term debt	13,012,295	-	-	-	-
Total governmental activities	290,524,714	35,600,150	63,594,846	2,463,995	101,658,991
Business-type activities:					
Richmond Housing Authority	2,769,346	390,507	2,491,939	-	2,882,446
Port of Richmond	5,820,213	11,217,471	-	-	11,217,471
Municipal Sewer	28,139,510	35,467,783	-	-	35,467,783
Richmond Marina	287,596	514,478	-	-	514,478
Storm Sewer	2,399,162	2,038,500	2,539,989	-	4,578,489
Cable TV	1,186,703	762,659	-	-	762,659
Total business-type activities	40,602,530	50,391,398	5,031,928	-	55,423,326
Total primary government	\$ 331,127,244	\$ 85,991,548	\$ 68,626,774	\$ 2,463,995	\$ 157,082,317
Component units:					
RHA Housing Corporation	5,600	-	-	-	-
Total component units	\$ 5,600	\$ -	\$ -	\$ -	\$ -

General Revenues:

Taxes:

- Property taxes - current collections
- Sales taxes
- Utility user taxes
- Documentary transfer taxes
- Other taxes

Total taxes

- Unrestricted intergovernmental
- Use of money and property
- Gain (loss) from sale of capital assets
- Other
- Transfers

Total general revenues and transfers

Change in net position

Net position - beginning of year

Restatements

Net position - beginning of year, as restated

Net position - end of year

Net (Expense) Revenue and Changes in Net Position				
Primary Government			Component Units	
Governmental Activities	Business-Type Activities	Total	RHA Housing Corporation	RHA RDA LLC
\$ (46,273,796)	\$ -	\$ (46,273,796)		
(114,553,583)	-	(114,553,583)		
(21,499,211)	-	(21,499,211)		
22,174,258	-	22,174,258		
(11,372,650)	-	(11,372,650)		
(4,328,446)	-	(4,328,446)		
(13,012,295)	-	(13,012,295)		
<u>(188,865,723)</u>	<u>-</u>	<u>(188,865,723)</u>		
-	113,100	113,100		
-	5,397,258	5,397,258		
-	7,328,273	7,328,273		
-	226,882	226,882		
-	2,179,327	2,179,327		
-	(424,044)	(424,044)		
<u>-</u>	<u>14,820,796</u>	<u>14,820,796</u>		
<u>(188,865,723)</u>	<u>14,820,796</u>	<u>(174,044,927)</u>		
			(5,600)	-
			<u>(5,600)</u>	<u>-</u>
85,252,050	-	85,252,050	-	-
59,749,804	-	59,749,804	90,590	-
63,825,320	-	63,825,320	-	-
13,383,387	-	13,383,387	-	-
13,806,115	-	13,806,115	-	-
<u>236,016,676</u>	<u>-</u>	<u>236,016,676</u>	<u>90,590</u>	<u>-</u>
401,774	-	401,774	-	-
15,764,001	3,549,285	19,313,286	-	-
2,512	-	2,512	-	-
1,478,252	-	1,478,252	-	-
(337,185)	337,185	-	-	-
<u>253,326,030</u>	<u>3,886,470</u>	<u>257,212,500</u>	<u>90,590</u>	<u>-</u>
64,460,307	18,707,266	83,167,573	84,990	-
(14,430,447)	153,315,383	138,884,936	59,020	15,510,000
(4,182,300)	(2,628,964)	(6,811,264)	-	-
<u>(18,612,747)</u>	<u>150,686,419</u>	<u>132,073,672</u>	<u>59,020</u>	<u>15,510,000</u>
<u>\$ 45,847,560</u>	<u>\$ 169,393,685</u>	<u>\$ 215,241,245</u>	<u>\$ 144,010</u>	<u>\$ 15,510,000</u>

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FUND FINANCIAL STATEMENTS

Governmental Fund Financial Statements

Proprietary Fund Financial Statements

Fiduciary Fund Financial Statements

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GOVERNMENTAL FUND FINANCIAL STATEMENTS

The funds described below were determined to be major governmental funds by the City in the current fiscal year. Individual nonmajor governmental funds may be found in the supplemental section.

The General Fund is used for all the general revenues of the City not specifically levied or collected for other City funds and the related expenditures. The General Fund accounts for all financial resources of a governmental unit which are not accounted for in another fund.

The Community Development and Loan Programs Special Revenue Fund accounts for the receipt of Community Development Block Grant, HOME Investment Partnership Program, and Neighborhood Stabilization Program grant monies and the use of the grants. The Fund also accounts for the low and moderate income housing activities of the City as Housing Successor to the former Redevelopment Agency. Related to the grant disallowed costs discussed in the notes to the financial statements, the City purchased certain loans that had previously been funded with Community Development Block Grant and HOME funds. The grants and loan programs are to be used to provide, within the City of Richmond, new affordable housing, improve existing conditions, assist homeless and disabled with housing, and to expand economic opportunities in business, and employment for low and moderate income residents.

General Purpose Fund accounts for other restricted monies that are to be used for the specific purposes for which the funds were set up.

General Capital Improvement Fund accounts for monies designated for capital improvement projects.

City of Richmond
Balance Sheet
Governmental Funds
June 30, 2025

	General Fund	Community Development and Loan Programs	General Purpose Fund	General Capital Improvement Fund	Other Governmental Funds	Total Governmental Funds
ASSETS						
Cash and investments	\$ 86,923,475	\$ 6,805,659	\$ 8,964,294	\$ 57,148,704	\$ 91,042,124	\$ 250,884,256
Restricted cash and investments	4,277,473	3,052,445	-	102,072	11,582,906	19,014,896
Receivables:						
Accounts, net	15,235,410	100,723	315,887	-	825,642	16,477,662
Interest	210,490	14,815	18,840	118,803	163,781	526,729
Grants	-	45,391	13,670,019	-	11,111,389	24,826,799
Loans	3,113,684	43,796,922	3,828,882	-	2,529,013	53,268,501
Leases	789,491	-	-	-	-	789,491
Due from other funds	3,614,068	-	-	-	-	3,614,068
Advances to other funds	7,502,950	-	-	-	-	7,502,950
Property held for resale	-	78,016	-	-	-	78,016
Prepays and supplies	882,915	-	-	-	64,368	947,283
Total assets	122,549,956	53,893,971	26,797,922	57,369,579	117,319,223	377,930,651
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities:						
Accounts payable and accrued liabilities	11,684,755	48,170	2,362,813	2,201,684	6,260,097	22,557,519
Refundable deposits	505,217	-	-	-	1,255,278	1,760,495
Due to other funds	-	-	-	-	3,579,603	3,579,603
Unearned revenue	3,876,265	-	14,527,415	-	29,018,477	47,422,157
Total liabilities	16,066,237	48,170	16,890,228	2,201,684	40,113,455	75,319,774
Deferred inflows of resources:						
Unavailable revenue	2,413,684	18,989,814	8,575,499	-	8,159,786	38,138,783
Leases related	757,602	-	-	-	-	757,602
Total deferred inflows of resources	3,171,286	18,989,814	8,575,499	-	8,159,786	38,896,385
Fund Balances:						
Nonspendable	9,085,865	-	-	-	-	9,085,865
Restricted	17,451,468	34,855,987	1,332,195	55,167,895	71,755,859	180,563,404
Committed	8,552,105	-	-	-	-	8,552,105
Assigned	5,398,076	-	-	-	1,750,000	7,148,076
Unassigned	62,824,919	-	-	-	(4,459,877)	58,365,042
Total fund balances	103,312,433	34,855,987	1,332,195	55,167,895	69,045,982	263,714,492
Total liabilities, deferred inflows of resources, and fund balances	\$ 122,549,956	\$ 53,893,971	\$ 26,797,922	\$ 57,369,579	\$ 117,319,223	\$ 377,930,651

City of Richmond

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

Total Fund Balances - Total Governmental Funds \$ 263,714,492

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

Capital assets used in governmental activities were not current financial resources. Therefore, they were not reported in the Governmental Funds Balance Sheet. Except for the internal service funds reported below, the capital assets were adjusted as follows:

	Government- Wide Statement of Net Position	Internal Service Funds	Total
Nondepreciable	\$ 111,382,071	\$ (5,320,774)	106,061,297
Depreciable, net	227,371,951	(11,500,972)	215,870,979
Total capital assets	\$ 338,754,022	\$ (16,821,746)	321,932,276

Internal service funds were used by management to charge the costs of certain activities, such as insurance, to individual funds. The assets and liabilities of the Internal service funds were included in governmental activities in the Government-Wide Statement of Net Position.

34,767,595

Unavailable revenues recorded in the Fund Financial Statements resulting from activities in which revenues were earned but were not available are reclassified as revenues in the Government-Wide Financial Statements.

38,138,783

In the Government-Wide Financial Statements, deferred employer contributions for pension and OPEB, certain differences between actuarial estimates and actual results, and other adjustments resulting from changes in assumptions and benefits are deferred in the current year.

Deferred outflows of resources related to pension	62,605,998
Deferred outflows of resources related to OPEB	719,815
Deferred inflows of resources related to pension	(204,528)
Deferred inflows of resources related to OPEB	(18,117,056)

Long-term liabilities were not due and payable in the current period. Therefore, they were not reported in the Governmental Funds Balance Sheet.

	Government- Wide Statement of Net Position	Internal Service Funds	Total
Compensated absences - due within one year	\$ (7,551,236)	\$ 9,011	\$ (7,542,225)
Interest payable	(4,493,854)	4,490	(4,489,364)
Long-term debt - due within one year	(11,047,460)	294,381	(10,753,079)
Compensated absences - due in more than one year	(10,988,150)	21,690	(10,966,460)
Long-term debt - due in more than one year	(252,011,873)	624,265	(251,387,608)
Deferred charge on refunding	27,221,362	-	27,221,362
Net pension liability/asset	(349,711,086)	741,655	(348,969,431)
Net OPEB liability	(51,109,901)	286,891	(50,823,010)
Total long-term liabilities	\$ (659,692,198)	\$ 1,982,383	(657,709,815)

Net Position of Governmental Activities

\$ 45,847,560

City of Richmond
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the year ended June 30, 2025

	General Fund	Community Development and Loan Programs	General Purpose Fund	General Capital Improvement Fund	American Rescue Plan Act Fund	Other Governmental Funds	Total Governmental Funds
REVENUES:							
Property taxes	\$ 55,064,108	\$ -	\$ -	\$ -	\$ -	\$ 30,187,942	\$ 85,252,050
Sales taxes	59,749,804	-	-	-	-	-	59,749,804
Utility user taxes	63,825,320	-	-	-	-	-	63,825,320
Other taxes	27,189,502	-	-	-	-	-	27,189,502
Licenses, permits and fees	14,755,450	224,903	121,854	-	-	11,516,586	26,618,793
Fines, forfeitures and penalties	637,304	-	7,119	-	-	-	644,423
Use of money and property	4,348,043	559,030	390,651	2,295,541	-	4,899,461	12,492,726
Intergovernmental	1,063,303	237,910	22,277,140	-	-	32,459,509	56,037,862
Charges for services	5,664,077	-	456,916	-	-	8,469,379	14,590,372
Rent	879,271	-	-	-	-	-	879,271
Other	572,607	922,602	-	-	-	13,280	1,508,489
Total revenues	233,748,789	1,944,445	23,253,680	2,295,541	-	87,546,157	348,788,612
EXPENDITURES:							
Current:							
General government	48,454,590	-	5,006,134	19,911	-	21,129,943	74,610,578
Public safety	123,124,039	-	1,059,134	-	-	846,404	125,029,577
Public works	35,830,513	-	490,320	3,364,818	-	13,285,031	52,970,682
Community development	-	1,473,680	442,237	-	-	7,131,985	9,047,902
Cultural and recreational	14,054,799	-	753,951	-	-	20,205	14,828,955
Housing and redevelopment	-	297,716	-	-	-	4,410,098	4,707,814
Capital outlay	22,806,160	-	13,917,968	2,713,888	-	10,420,480	49,858,496
Debt service:							
Principal	3,606,982	-	-	-	-	4,110,000	7,716,982
Interest and fiscal charges	225,316	-	-	-	-	12,153,250	12,378,566
Total expenditures	248,102,399	1,771,396	21,669,744	6,098,617	-	73,507,396	351,149,552
REVENUES OVER (UNDER) EXPENDITURES	(14,353,610)	173,049	1,583,936	(3,803,076)	-	14,038,761	(2,360,940)
OTHER FINANCING SOURCES (USES):							
Proceeds from sale of property	1,415	-	-	-	-	1,097	2,512
Other financing sources - Lease liability	21,315,218	-	-	-	-	-	21,315,218
Transfers in	23,059,557	-	368,756	20,076,138	-	15,399,068	58,903,519
Transfers out	(26,132,806)	-	-	(1,101,338)	-	(28,292,298)	(55,526,442)
Total other financing sources (uses)	18,243,384	-	368,756	18,974,800	-	(12,892,133)	24,694,807
Net change in fund balances	3,889,774	173,049	1,952,692	15,171,724	-	1,146,628	22,333,867
FUND BALANCES (DEFICITS):							
Beginning of year	99,422,659	34,682,938	-	39,996,171	3,429,640	63,982,380	241,513,788
Restatements - change in major funds	-	-	(620,497)	-	(3,429,640)	4,050,137	-
Restatements	-	-	-	-	-	(133,163)	(133,163)
Beginning of year, as restated	99,422,659	34,682,938	(620,497)	39,996,171	-	67,899,354	241,380,625
End of year	\$103,312,433	\$ 34,855,987	\$1,332,195	\$ 55,167,895	\$ -	\$ 69,045,982	\$ 263,714,492

City of Richmond

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Government-Wide Statement of Activities For the year ended June 30, 2025

Net Change in Fund Balances - Total Governmental Funds	\$ 22,333,867
Amounts reported for governmental activities in the Government-Wide Statement of Activities were different because:	
Governmental funds reported capital outlay as expenditures. However, in the Government-Wide Statement of Activities, the cost of those assets was allocated over their estimated lives as depreciation expense. This was the amount of capital assets recorded in the current period, net of the amount related to internal service funds.	47,326,873
Depreciation expense on capital assets was reported in the Government-Wide Statement of Activities, but did not require the use of current financial resources. Therefore, depreciation expense was not reported as expenditures in the governmental funds, net of the amount related to internal service funds.	(13,970,400)
Gain on sale of assets are not recorded in the governmental funds since the assets are not recorded there but they are recorded in the Government-Wide Statement of Activities	2,512
Proceed from sale assets are recorded in the governmental funds but the gain or loss is recorded in the Government-Wide Statement of Activities	(2,512)
Accrued compensated leave payments were reported as expenditures in the governmental funds, however expense is recognized in the Government-Wide Statement of Activities based on earned leave accruals.	(620,271)
Debt proceeds provide current financial resources to governmental funds, but issuing debt increased long-term liabilities in the Government-Wide Statement of Net Position. Repayment of debt was an expenditure in governmental funds, but the repayment reduced long-term liabilities in the Government-Wide Statement of Net Position.	
Long-term debt repayments	7,765,622
Amortization of deferred loss on refunding	(1,512,298)
Lease liability remeasurement	(21,315,218)
Amortization of bonds premium	863,438
Interest on long-term debt is recognized as an expenditure in the governmental funds when it is due. In the statement of activities, interest expense is recognized as the interest accrues, regardless of when it is due. The difference between interest expense paid and interest accrued was:	56,619
Current year employer pension and OPEB contributions are recorded as expenditures in the governmental funds, however, these amounts are reported as a deferred outflow of resources in the Government-Wide Statement of Net Position.	44,062,216
Pension expense is reported in the Government-Wide Statement of Activities does not require the use of current financial resources, and therefore is not reported as expenditures in governmental funds.	(44,053,773)
OPEB expense is reported in the Government-Wide Statement of Activities does not require the use of current financial resources, and therefore is not reported as expenditures in governmental funds.	10,970,003
Unavailable revenues recorded in the Fund Financial Statements resulting from activities in which revenues were earned but were not available are reclassified as revenues in the Government-Wide Financial Statements.	3,871,386
Internal service funds were used by management to charge the costs of certain activities, such as insurance and fleet management, to individual funds. The net revenue of the internal service funds was reported with governmental activities.	8,682,243
Change in Net Position of Governmental Activities	\$ 64,460,307

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PROPRIETARY FUND FINANCIAL STATEMENTS

Proprietary funds account for operations financed and operated in a manner similar to a private business enterprise. The intent of the City is that most of the cost of providing goods and services be financed primarily through user charges.

The concept of major funds extends to proprietary funds. The City has identified the funds below as major proprietary funds in the current fiscal year.

Generally accepted accounting principles do not provide for the disclosure of budget versus actual comparisons regarding proprietary funds that are major.

The Richmond Housing Authority fund accounts for all funds provided by the Department of Housing and Urban Development (HUD) to assist low income families in obtaining decent, safe and sanitary housing.

The Port of Richmond fund accounts for all financial transactions relating to the City-owned marine terminal facilities and commercial property rentals.

The Municipal Sewer fund accounts for all financial transactions relating to the City's Wastewater Collection and Treatment. Services are on a user charge basis to residents and business owners located in Richmond.

City of Richmond
Statement of Net Position
Proprietary Funds
For the year ended June 30, 2025

	Business-Type Activities			
	Richmond Housing Authority	Port of Richmond	Municipal Sewer	Other Enterprise Funds
ASSETS				
Current assets:				
Cash and investments	\$ 3,503,338	\$ 20,505,373	\$ 39,374,021	\$ 7,270,685
Restricted cash and investments	97,786	-	2,971,777	96,768
Receivables:				
Accounts, net	658,398	6,213,344	62,532	264,111
Interest	-	45,364	73,527	14,378
Grants	1,011,583	-	-	993,683
Leases	-	1,545,656	-	225,235
Prepays	-	-	-	-
Total current assets	5,271,105	28,309,737	42,481,857	8,864,860
Noncurrent assets:				
Receivables:				
Due from developer	10,221,743	-	-	-
Lease receivables	-	52,228,749	-	4,889,441
Capital assets:				
Nondepreciable	1,708,686	5,845,256	122,983,522	7,229,907
Depreciable	44,836,474	87,500,286	191,344,030	35,368,899
Less accumulated depreciation	(30,158,605)	(69,499,895)	(91,636,143)	(33,642,918)
Net capital assets	16,386,555	23,845,647	222,691,409	8,955,888
Total noncurrent assets	26,608,298	76,074,396	222,691,409	13,845,329
Total assets	31,879,403	104,384,133	265,173,266	22,710,189
DEFERRED OUTFLOWS OF RESOURCES				
Deferred outflows of resources - pension	300,752	183,996	614,141	326,143
Deferred outflows of resources - OPEB	348	151	467	307
Deferred charge on refunding	-	-	4,859,341	-
Total deferred outflows of resources	301,100	184,147	5,473,949	326,450
LIABILITIES				
Current liabilities:				
Accounts payable and accrued liabilities	1,437,298	565,093	4,920,050	483,574
Interest payable	-	-	2,565,375	78,456
Due to other funds	-	-	-	34,465
Refundable deposits	125,629	263,423	-	99,252
Unearned revenue	1,831,580	535,374	36,280	-
Compensated absences - current	35,685	15,889	65,884	35,761
Claims payable - current	-	-	-	-
Long-term debt - current	-	-	4,781,558	121,227
Total current liabilities	3,430,192	1,379,779	12,369,147	852,735
Noncurrent liabilities:				
Advances from other funds	-	7,502,950	-	-
Compensated absences	58,975	44,758	194,592	135,424
Claims payable	-	-	-	-
Long-term debt	700,000	-	167,867,125	1,780,726
Net pension liability	1,410,867	863,155	2,881,025	1,529,989
Net OPEB liability	573,782	248,639	769,824	506,841
Total noncurrent liabilities	2,743,624	8,659,502	171,712,566	3,952,980
Total liabilities	6,173,816	10,039,281	184,081,713	4,805,715
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows of resources - OPEB	71,470	30,970	95,889	63,132
Deferred inflows of resources - leases	-	50,755,764	-	4,921,202
Total deferred inflows of resources	71,470	50,786,734	95,889	4,984,334
NET POSITION (DEFICIT)				
Net investment in capital assets	15,686,555	23,845,647	54,902,067	7,053,935
Restricted for debt service	-	-	2,971,777	96,768
Unrestricted	10,248,662	19,896,618	28,595,769	6,095,887
Total net position	\$ 25,935,217	\$ 43,742,265	\$ 86,469,613	\$ 13,246,590

Business-Type Activities		Governmental Activities	
Total Enterprise Funds		Internal Service Funds	
\$	70,653,417	\$	77,596,366
	3,166,331		-
	7,198,385		-
	133,269		138,965
	2,005,266		923,341
	1,770,891		-
	-		99,855
	<u>84,927,559</u>		<u>78,758,527</u>
	10,221,743		-
	57,118,190		-
	137,767,371		5,320,774
	359,049,689		36,729,775
	(224,937,561)		(25,228,803)
	<u>271,879,499</u>		<u>16,821,746</u>
	<u>339,219,432</u>		<u>16,821,746</u>
	<u>424,146,991</u>		<u>95,580,273</u>
	1,425,032		158,097
	1,273		174
	4,859,341		-
	<u>6,285,646</u>		<u>158,271</u>
	7,406,015		848,189
	2,643,831		4,490
	34,465		-
	488,304		-
	2,403,234		-
	153,219		9,011
	-		15,600,347
	4,902,785		294,381
	<u>18,031,853</u>		<u>16,756,418</u>
	7,502,950		-
	433,749		21,690
	-		42,504,295
	170,347,851		624,265
	6,685,036		741,655
	2,099,086		286,891
	<u>187,068,672</u>		<u>44,178,796</u>
	<u>205,100,525</u>		<u>60,935,214</u>
	261,461		35,735
	55,676,966		-
	<u>55,938,427</u>		<u>35,735</u>
	101,488,204		15,903,100
	3,068,545		-
	64,836,936		18,864,495
\$	<u>169,393,685</u>	\$	<u>34,767,595</u>

City of Richmond

Statement of Revenues, Expenses and Changes in Fund Net Position

Proprietary Funds

For the year ended June 30, 2025

	Business-Type Activities			
	Richmond Housing Authority	Port of Richmond	Municipal Sewer	Other Enterprise Funds
OPERATING REVENUES:				
Rental	\$ 353,506	\$ 4,200,163	\$ -	\$ 168,642
Service charges	30,000	656,579	33,217,533	2,794,774
Lease income	-	6,360,197	-	351,721
Other	7,001	532	2,250,250	500
Total operating revenues	390,507	11,217,471	35,467,783	3,315,637
OPERATING EXPENSES:				
Salaries and benefits	859,328	546,548	2,065,712	1,016,104
General and administrative	960,402	1,973,592	16,429,151	1,966,863
Maintenance	935,144	251,212	234,489	673,728
Depreciation	-	3,053,479	3,966,198	130,743
Claims losses	-	-	-	-
Other	14,472	(5,168)	6,594	-
Total operating expenses	2,769,346	5,819,663	22,702,144	3,787,438
OPERATING INCOME (LOSS)	(2,378,839)	5,397,808	12,765,639	(471,801)
NONOPERATING REVENUES (EXPENSES):				
Interest income	79	1,760,396	1,362,822	425,988
Grants	2,491,939	-	-	2,539,989
Interest expense	-	(550)	(5,437,366)	(86,023)
Total nonoperating revenues (expenses)	2,492,018	1,759,846	(4,074,544)	2,879,954
Income (loss) before contributions and transfers	113,179	7,157,654	8,691,095	2,408,153
CONTRIBUTIONS AND TRANSFERS:				
Transfers in	351,926	-	-	72,037
Transfers out	-	-	-	(86,778)
Total contributions and transfers	351,926	-	-	(14,741)
Change in net position	465,105	7,157,654	8,691,095	2,393,412
NET POSITION:				
Beginning of year	25,528,082	36,592,593	80,253,961	10,940,747
Restatements	(57,970)	(7,982)	(2,475,443)	(87,569)
Beginning of year, as restated	25,470,112	36,584,611	77,778,518	10,853,178
End of year	<u>\$ 25,935,217</u>	<u>\$ 43,742,265</u>	<u>\$ 86,469,613</u>	<u>\$ 13,246,590</u>

Business-Type Activities	Governmental Activities
Total Enterprise Funds	Internal Service Funds
\$ 4,722,311	\$ -
36,698,886	41,148,369
6,711,918	-
2,258,283	-
<u>50,391,398</u>	<u>41,148,369</u>
4,487,692	2,653,026
21,330,008	1,579,033
2,094,573	156,890
7,150,420	2,432,250
-	24,519,469
15,898	29,402
<u>35,078,591</u>	<u>31,370,070</u>
<u>15,312,807</u>	<u>9,778,299</u>
3,549,285	2,659,694
5,031,928	-
<u>(5,523,939)</u>	<u>(41,488)</u>
<u>3,057,274</u>	<u>2,618,206</u>
<u>18,370,081</u>	<u>12,396,505</u>
423,963	426,019
<u>(86,778)</u>	<u>(4,140,281)</u>
<u>337,185</u>	<u>(3,714,262)</u>
<u>18,707,266</u>	<u>8,682,243</u>
153,315,383	26,088,128
(2,628,964)	(2,776)
<u>150,686,419</u>	<u>26,085,352</u>
<u>\$ 169,393,685</u>	<u>\$ 34,767,595</u>

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

	Business-Type Activities			
	Richmond Housing Authority	Port of Richmond	Municipal Sewer	Other Enterprise Funds
CASH FLOWS FROM OPERATING ACTIVITIES:				
Receipts from customers/interfund services	\$ 377,090	\$ 10,323,599	\$ 35,492,643	\$ 2,915,620
Payments to suppliers	(1,901,604)	(2,010,514)	(28,652,924)	(2,659,749)
Payments to employees	(1,096,261)	(626,968)	(2,027,057)	(1,065,705)
Insurance premiums and claims paid	-	-	-	-
Net cash provided by (used in) operating activities	(2,620,775)	7,686,117	4,812,662	(809,834)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Interfund receipts (payments)	-	(4,641,912)	-	(42,445)
Receipts from other governments	2,491,939	-	-	-
Transfers in	351,926	-	-	72,037
Transfers out	-	-	-	(86,778)
Net cash provided by (used in) noncapital financing activities	2,843,865	(4,641,912)	-	(57,186)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Grant receipts	-	-	-	2,539,989
Acquisition of capital assets	-	(784,306)	(13,487,158)	(350,529)
Issuance of long-term debt	-	-	7,415,273	-
Principal payments on capital debt	-	-	(2,930,000)	(116,007)
Interest paid	-	(550)	(4,675,874)	(90,808)
Net cash provided by (used in) capital and related financing activities	-	(784,856)	(13,677,759)	1,982,645
CASH FLOWS FROM INVESTING ACTIVITIES:				
Interest	79	1,737,438	1,367,864	420,895
Net cash provided by (used in) investing activities	79	1,737,438	1,367,864	420,895
Net cash flows	223,169	3,996,787	(7,497,233)	1,536,520
CASH AND INVESTMENTS - Beginning of year	3,377,955	16,508,586	49,843,031	5,830,933
CASH AND INVESTMENTS - End of year	\$ 3,601,124	\$ 20,505,373	\$ 42,345,798	\$ 7,367,453
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:				
Operating income (loss)	\$ (2,378,839)	\$ 5,397,808	\$ 12,765,639	\$ (471,801)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation expense	-	3,053,479	3,966,198	130,743
Changes in assets and liabilities:				
Receivables, net	(30,950)	(195,930)	24,860	244,965
Prepays and other assets	-	-	-	-
Accounts payable and accrued liabilities	6,360	184,122	(11,982,690)	(23,089)
Refundable deposits	2,054	25,000	-	3,931
Unearned revenue	17,533	1,196	-	(591,867)
Compensated absences payable	2,897	21,079	125,335	6,862
Claims payable	-	-	-	-
Net pension liability and deferred outflows/inflows	(127,462)	(52,806)	64,080	42,794
Net OPEB liability and deferred outflows/inflows	(112,368)	(48,693)	(150,760)	(99,257)
Lease receivable and deferred outflows/inflows	-	(699,138)	-	(53,115)
Net cash provided by (used in) operating activities	\$ (2,620,775)	\$ 7,686,117	\$ 4,812,662	\$ (809,834)

<u>Business-Type</u>		<u>Governmental</u>	
<u>Activities</u>		<u>Activities</u>	
<u>Total Enterprise</u>		<u>Internal Service</u>	
<u>Funds</u>		<u>Funds</u>	
\$	49,108,952	\$	41,148,369
	(35,224,791)		(2,738,948)
	(4,815,991)		(2,897,934)
	-		(18,586,391)
	<u>9,068,170</u>		<u>16,925,096</u>
	(4,684,357)		-
	2,491,939		-
	423,963		426,019
	(86,778)		(4,140,281)
	<u>(1,855,233)</u>		<u>(3,714,262)</u>
	2,539,989		-
	(14,621,993)		(2,756,644)
	7,415,273		-
	(3,046,007)		(283,146)
	(4,767,232)		(42,872)
	<u>(12,479,970)</u>		<u>(3,082,662)</u>
	3,526,276		2,620,457
	<u>3,526,276</u>		<u>2,620,457</u>
	(1,740,757)		12,748,629
	75,560,505		64,847,737
\$	<u>73,819,748</u>	\$	<u>77,596,366</u>
\$	15,312,807	\$	9,778,299
	7,150,420		2,432,250
	42,945		-
	-		119,825
	(11,815,297)		(1,093,448)
	30,985		-
	(573,138)		-
	156,173		14,899
	-		5,933,078
	(73,394)		(203,623)
	(411,078)		(56,184)
	(752,253)		-
\$	<u>9,068,170</u>	\$	<u>16,925,096</u>

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FIDUCIARY FUND FINANCIAL STATEMENTS

Fiduciary funds are presented separately from the Government-Wide and Fund Financial Statements.

Trust funds are used to account for assets held by the City as a trustee agent for individuals, private organizations, or other governments.

Custodial funds are used to account for assets held by the City as an agent for individuals, private organizations, or other governments.

The financial activities of the Trust and Custodial funds are excluded from the City-wide financial statements, but are presented in separate Fiduciary Fund Financial Statements.

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

	Private-Purpose Trust Funds	Custodial Funds
ASSETS		
Cash and investments	\$ 13,934,247	\$ 6,182,337
Restricted cash and investments	15,591,171	1,018,956
Interest receivable	2,382	12,709
Prepays and other assets	4,740,753	-
Total assets	34,268,553	7,214,002
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows of resources - deferred loss on refunding	256,237	-
Total deferred outflows of resources	256,237	-
LIABILITIES		
Accounts payable and accrued liabilities	33,675	2,632
Interest payable	347,828	-
Long-term debt:		
Due within one year	8,130,000	-
Due in more than one year	24,659,010	-
Total liabilities	33,170,513	2,632
NET POSITION:		
Held in trust for other governments	1,354,277	-
Restricted for individuals, organizations, and other governments	-	7,211,370
Total net position	\$ 1,354,277	\$ 7,211,370

City of Richmond
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the year ended June 30, 2025

	Private-Purpose Trust Funds	Custodial Funds
	<u> </u>	<u> </u>
ADDITIONS:		
Property taxes	\$ 11,757,814	\$ 1,054,903
Contributions to trust - employers	16,730	234,328
Net investment income:		
Interest income	846,055	280,540
Gain from sale of property	486,461	-
	<u>13,107,060</u>	<u>1,569,771</u>
Total additions		
DEDUCTIONS:		
Community development	1,328,399	-
Payments in accordance with trust agreements	270,415	-
Interest and fiscal charges	1,298,107	882,918
Other	-	112,258
	<u>2,896,921</u>	<u>995,176</u>
Total deductions		
Change in net position	10,210,139	574,595
NET POSITION:		
Beginning of year	<u>(8,855,862)</u>	<u>6,636,775</u>
End of year	<u>\$ 1,354,277</u>	<u>\$ 7,211,370</u>

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NOTES TO BASIC FINANCIAL STATEMENTS

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City of Richmond

Notes to Basic Financial Statements

For the Year Ended June 30, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Financial Reporting Entity

The City was incorporated in 1905 under the laws of the State of California and adopted its charter in 1909. The City operates under a Council-Manager form of government and provides the following services to its citizens as authorized by its charter: police and fire protection, planning and community development, streets and roads, parks and recreation, library, sewage treatment, drainage and capital projects. In addition, the City has a port, marina, municipal and storm sewer enterprises, a housing authority, a joint powers financing authority, and a parking authority which is inactive.

The accompanying basic financial statements present the financial activity of the City, which is the primary government presented, along with the financial activities of its component units, which are entities for which the City is financially accountable. Although they are separate legal entities, blended component units are in substance part of the City's operations and are reported as an integral part of the City's financial statements. The discretely presented component unit, on the other hand, is reported in a separate column in the basic financial statements to emphasize it is legally separate from the government.

Primary Government

The financial statements of the primary government of the City include the activities of the City as well as the Richmond Housing Authority, the Richmond Joint Powers Financing Authority, the Richmond Neighborhood Stabilization Corporation, the Richmond Parking Authority, the Richmond Municipal Sewer District, and the Richmond Surplus Property Authority all of which are controlled by and dependent on the City. While these are separate legal entities, their financial activities are integral to those of the City. Their financial activities have been aggregated and merged (termed "blended") with those of the primary government of the City in the accompanying financial statements.

Blended Component Units

Richmond Housing Authority (Housing Authority) - Formed in 1941 as a separate legal entity under the provisions of the Housing Act of 1937, the Housing Authority was established to use funds provided by the Department of Housing and Urban Development (HUD) to rehabilitate local deteriorated housing and to subsidize low-income families in obtaining decent, safe, and sanitary housing needs.

Although the Housing Authority is a separate legal entity, it is an integral part of the City. The City exercises significant financial and management control over the Housing Authority and members of City Council serve as the governing board of the Housing Authority. The financial statements of the Housing Authority are included in the City's basic financial statements as an enterprise fund. Separate financial statements for the Housing Authority may be obtained by contacting the Richmond Housing Authority, 450 Civic Center Plaza 2nd Floor, Richmond, California 94804.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

A. Financial Reporting Entity, Continued

Blended Component Units, Continued

Richmond Joint Powers Financing Authority (JPFA) - A joint exercise of powers authority formed on December 1, 1989, by and between the City and the former Redevelopment Agency, the JPFA was created to assist the City, the Redevelopment Agency, and other local public agencies in financing and refinancing capital improvements and working capital pursuant to the Marks-Roos Local Bond Pooling Act of 1985. The JPFA is authorized to purchase obligations of the City, Redevelopment Agency, and other local public agencies.

Although the JPFA is a separate legal entity, it is an integral part of the City. The City exercises significant financial and management control over the JPFA and the members of the City Council serve as the Board of Directors. The operations of the JPFA are included in the City's basic financial statements as a debt service fund. Separate financial statements for the JPFA may be obtained by contacting Finance Department, City of Richmond, 450 Civic Center Plaza, Richmond, California 94804.

Richmond Neighborhood Stabilization Corporation (RNSC) - A California nonprofit public benefit Corporation formed in July 2009 by the City and the former Redevelopment Agency under the laws of the State of California. The Corporation was organized for the purpose of administering and operating the City's Neighborhood Stabilization Program (NSP), which includes purchasing, developing, financing, rehabilitating, land banking and/or demolishing blighted properties and foreclosed or abandoned properties utilizing the NSP funds or other public and private funding sources, and assisting the City and the Agency in providing affordable home ownership opportunities for households of low and moderate income by facilitating the financing necessary for the sale and resale of deed-restricted affordable ownership units to low and moderate income households at affordable costs, and other similar functions.

The Corporation is governed by a board of directors consisting of the City Manager, the Finance Director, and five other City and Housing Authority Directors. Although the RNSC is a separate legal entity, it is an integral part of the City. The City exercises significant financial and management control over the RNSC and members of the Board of Directors are appointed by City Council and City management has operational responsibility for the RNSC. The operations of the RNSC are included in the City's basic financial statements as a special revenue fund. Separate financial statements for the RNSC may be obtained by contacting the Finance Department under RNSC, City of Richmond, 450 Civic Center Plaza, Richmond, California 94804.

Richmond Surplus Property Authority - Formed to become the owner of certain property declared surplus by the U.S. Government, the Authority is a separate legal entity but it is an integral part of the City. The City exercises significant financial and management control over the Authority and members of the City Council serve as the governing board of the Authority. The Authority was reactivated in fiscal year 2011 to facilitate certain Port of Richmond transactions. The financial activities of the Authority are included in the Port of Richmond Enterprise Fund. Separate financial statements are not issued for the Authority.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

A. Financial Reporting Entity, Continued

Blended Component Units, Continued

Richmond Parking Authority (Parking Authority) - Formed in 1975 pursuant to the provisions of California statutes for the purpose of financing the construction of off-street parking facilities. Although the Parking Authority is a separate legal entity, it is an integral part of the City. The City exercises significant financial and management control over the Parking Authority and members of the City Council serve as the governing board of the Parking Authority. The Parking Authority is inactive.

Richmond Municipal Sewer District (RMSD) - The Richmond Municipal Sewer District (RMSD) was established on September 17, 1956, pursuant to the Municipal Sewer District Act of 1911. It encompasses approximately fourteen square miles of the City of Richmond. The district was formed to provide "wastewater collection and treatment for the residents and businesses located in the central part of the City of Richmond".

The RMSD contracts the operation and maintenance of the Wastewater Treatment Plant and the Sanitary Sewer Collection System to Veolia Water North America (formerly US Filter). However, the City of Richmond still maintains complete ownership of all the assets for both the wastewater treatment plant and the collection system.

The district is a separate legal entity, but it is an integral part of the City. The City exercises significant financial and management control over the district and members of the City Council serve as the governing board of the district. The financial activities of the district are included in the Municipal Sewer Enterprise Fund. Separate financial statements are not issued for the district.

Discretely Presented Component Units

RHA Properties - A joint powers agreement between the City and the Housing Authority formed in 2004 for the purpose of owning and managing the operations of an affordable housing residential complex known as The Hilltop at Westridge Apartments in the City, dedicated to the needs of elderly persons. The City and the Housing Authority funded the acquisition of this complex through the issuance of debt. The City and Housing Authority exercise significant financial and management control over RHA Properties and appoint members of the Board of Directors, however RHA Properties manages its own programs separate from the City or the Housing Authority. Therefore, the financial activities of RHA Properties are discretely presented in the RHA Properties Component Unit column of the Statement of Net Position and the Statement of Activities.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

A. Financial Reporting Entity, Continued

Discretely Presented Component Units, Continued

RHA Housing Corporation - RHA Housing Corporation was incorporated and registered on January 26, 2004 as a California nonprofit public benefit corporation to benefit and support the RHA with respect to the Easter Hill development. RHA Housing Corporation entered into RAD Conversion redevelopment activities and it acts as the sole and managing member of RHA RAD LLC. The Corporation's fiscal year ends on December 31. The City and Housing Authority exercise significant financial and management control over RHA Housing Corporation and appoint members of the Board of Directors, however RHA Housing Corporation manages its own programs separate from the City or the Housing Authority. Therefore, the financial activities of RHA Housing Corporation are discretely presented in the RHA Housing Corporation Component Unit column of the Statement of Net Position and the Statement of Activities. Separate financial statements for RHA Housing Corporation may be obtained by contacting the Richmond Housing Authority, 450 Civic Center Plaza 2nd Floor, Richmond, California 94804.

RHA RAD LLC - A California limited liability company was formed on July 11, 2013 by RHA Housing Corporation, the sole and managing member. The company is operated exclusively to further the tax exempt charitable purposes of the sole and managing member to provide affordable housing for low-income persons where no adequate housing exists for such persons, and to own and operate housing for the benefit of low-income persons who are in need of affordable, decent, safe and sanitary housing and related services, where an inadequate supply of housing exists for such persons. The City and Housing Authority exercise significant financial and management control over RHA RAD LLC and RHA Housing Corporation is the sole member of RHA RAD LLC, however RHA RAD LLC manages its own programs separate from the City or the Housing Authority. Therefore, the financial activities of RHA RAD LLC are discretely presented in the RHA RAD LLC Component Unit column of the Statement of Net Position and the Statement of Activities. Separate financial statements for RHA RAD LLC may be obtained by contacting the Richmond Housing Authority, 450 Civic Center Plaza 2nd Floor, Richmond, California 94804.

In order for the Authority to proceed in its participation into the RAD Program as discussed in Note 18, RHA RAD LLC shall act as the managing general partner of RHA RAD Housing Partnership LP.

B. Basis of Accounting and Measurement Focus

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

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of Accounting and Measurement Focus, Continued

Government-Wide Financial Statements

The Government-Wide Financial Statements include a Statement of Net Position and a Statement of Activities. These statements present summaries of Governmental and Business-Type Activities for the City accompanied by a total column. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties. Fiduciary activities of the City are not included in these statements; they are presented separately.

The Statement of Activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the City and for each function of the City's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) charges paid by the recipients of goods or services offered by the programs, (b) grants and contributions that are restricted to meeting the operational needs of a particular program and (c) fees, grants and contributions that are restricted to financing the acquisition or construction of capital assets. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

The Government-wide financial statements are presented on an "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all of the City's assets, deferred outflows/inflows of resources and liabilities, including capital assets as well as infrastructure assets and long-term liabilities, are included in the Statement of Net Position. The Statement of Activities presents all the City's revenues, expenses and other changes in Net Position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

Certain eliminations have been made in regards to interfund activities, payables, and receivables. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total column. In the Statement of Activities, internal service fund transactions have been eliminated. However, transactions between governmental and business-type activities have not been eliminated. The following interfund activities have been eliminated:

- Due to/from other funds
- Advances to/from other funds
- Transfers in/out

The City applies all applicable GASB pronouncements including all NCGA Statements and Interpretations currently in effect.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of Accounting and Measurement Focus, Continued

Governmental Fund Financial Statements

Governmental Fund Financial Statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and in the aggregate for all non-major funds. An accompanying schedule is presented to reconcile and explain the differences in net position as presented in these statements to the net position presented in the Government-Wide financial statements.

All governmental funds are accounted for on the “current financial resources” measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheets. The Statement of Revenues, Expenditures and Changes in Fund Balances presents increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets.

Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Accordingly, revenues are recorded when received such as business licenses and fines and penalties in cash, except that revenues subject to accrual (generally ninety days after the fiscal year-end) are recognized when due. The primary revenue sources which have been treated as susceptible to accrual by the City are property taxes, sales taxes, transient occupancy taxes, franchise taxes, certain other intergovernmental revenues, and earnings on investments. Expenditures are recorded in the accounting period in which the related fund liability is incurred also generally ninety days after the fiscal year end.

Reconciliations of the Fund Financial Statements to the Government-Wide Financial Statements are provided to explain the differences between the two approaches.

The City reports the following major governmental funds in the accompanying financial statements:

General Fund – the General Fund is used for all the general revenues of the City not specifically levied or collected for other City funds and the related expenditures. The General Fund accounts for all financial resources of a governmental unit which are not accounted for in another fund.

Community Development and Loan Programs Special Revenue Fund – accounts for the receipt of Community Development Block Grant, HOME Investment Partnership Program, and Neighborhood Stabilization Program grant monies and the use of the grants. The Fund also accounts for the low and moderate income housing activities of the City as Housing Successor to the former Redevelopment Agency. Related to the grant disallowed costs discussed in Note 4, the City purchased certain loans that had previously been funded with Community Development Block Grant and HOME funds. The grants and loan programs are to be used to provide, within the City of Richmond, new affordable housing, improve existing housing conditions, assist homeless and disabled with housing, and to expand economic opportunities in business and employment for low and moderate income residents.

General Purpose Fund – accounts for other restricted monies that are to be used for the specific purposes for which the funds were set up.

General Capital Improvement Fund – accounts for monies designated for capital improvement projects.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of Accounting and Measurement Focus, Continued

Proprietary Fund Financial Statements

Proprietary Fund Financial Statements include a Statement of Net Position, a Statement of Revenues, Expenses and Changes in Fund Net Position, and a Statement of Cash Flows for each major proprietary fund and in the aggregate for all non-major funds. A column representing internal service funds is also presented in these statements. However, internal service balances and activities have been combined with the governmental activities in the Government-Wide Financial Statements.

Proprietary funds are accounted for using the “economic resources” measurement focus and the accrual basis of accounting. Accordingly, all assets, liabilities and deferred outflows/inflows of resources (whether current or non-current) are included on the Statement of Net Position. The Statement of Revenues, Expenses and Changes in Fund Net Position presents increases (revenues) and decreases (expenses) in total net position.

Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred, regardless of when cash changes hands.

Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

The City reports the following major enterprise funds as proprietary funds of the City:

Richmond Housing Authority - This fund accounts for all funds provided by the Department of Housing and Urban Development (HUD) to assist low income families in obtaining decent, safe and sanitary housing.

Port of Richmond - This fund accounts for all financial transactions relating to the City-owned marine terminal facilities and commercial property rentals.

Municipal Sewer - This fund accounts for all financial transactions relating to the City’s Wastewater Collection and Treatment. Services are on a user charge basis to residents and business owners located in Richmond.

The City also reports the following proprietary fund type:

Internal Service Funds - The funds account for insurance reserves, equipment services and replacement and compensated absences all of which are provided to other departments on a cost-reimbursement basis.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of Accounting and Measurement Focus, Continued

Fiduciary Fund Financial Statements

Fiduciary Fund Financial Statements include a Statement of Fiduciary Net Position, and a Statement of Changes in Fiduciary Net Position. The City's Fiduciary funds represent Private-Purpose Trust funds and Custodial funds. Custodial funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Private-Purpose Trust funds are accounted for on an economic resources measurement focus under the accrual basis of accounting.

The City reports the following fiduciary fund types:

Trust Funds - The Pt. Molate Private-Purpose Trust Fund is used to account for assets held by the City as an agent for the U.S. Navy and a private developer for the cleanup of Point Molate as discussed in Note 18. The Successor Agency to the Richmond Community Redevelopment Agency Private-Purpose Trust Fund was established as of February 1, 2012 to account for the activities of the Successor Agency to the former Richmond Community Redevelopment Agency as discussed in Note 19. The financial activities of the Trust Funds are excluded from the Government-Wide Financial Statements, but are presented in the separate Fiduciary Fund Financial Statements.

Custodial Funds - These funds are used to account for assets held by the City as an agent for individuals, private organizations, and other governments, including special assessment districts within the City and non-public organizations. The financial activities of these funds are excluded from the Government-Wide Financial Statement, but are presented in separate Fiduciary Fund Financial Statements.

C. Cash and Investments

The City maintains a cash and investments pool that is available for use by all funds. Each fund's portion of this pool is displayed as cash and investments on the balance sheet for governmental funds and the statements of net position for proprietary and fiduciary funds. Investments are stated at fair value.

In accordance with GASB Statement No. 40, *Deposit and Investment Disclosures (Amendment of GASB Statement No. 3)*, certain disclosure requirements for deposits and investment risks were made in the following areas:

- Interest Rate Risk
- Credit Risk
 - Overall
 - Custodial Credit Risk
 - Concentrations of Credit Risk

In addition, other disclosures are specified including use of certain methods to present deposits and investments, highly sensitive investments, credit quality at year-end, and other disclosures.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

C. Cash and Investments, Continued

In accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, highly liquid money market investments with maturities of one-year or less at time of purchase are stated at amortized cost. All other investments are stated at fair value. The City categorizes the fair value measurements of its investments based on the hierarchy established by generally accepted accounting principles. The fair value hierarchy, which has three levels, is based on the valuation inputs used to measure an asset's fair value: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs. The City did not have any investments measured using Level 3 inputs as of June 30, 2025.

The City participates in an investment pool managed by the State of California entitled Local Agency Investment Fund (LAIF) which has invested a portion of the pooled funds in Structured Notes and Asset-Backed Securities. LAIF's investments are subject to credit risk with the full faith and credit of the State of California collateralizing these investments. In addition, these Structured Notes and Asset-Backed Securities are subject to market risk as to the change in interest rates.

Cash equivalents are considered amounts in demand deposits and short-term investments with a maturity date within three months of the date acquired by the City and are presented as "cash and investments" in the accompanying basic financial statements.

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

D. Prepaids and Supplies

Certain payments to vendors reflect costs applicable to future fiscal years and are recorded as prepaid items in both Government-Wide and Fund Financial Statements. The cost of prepaid items is recorded as expenditures/expenses when consumed, rather than when purchased. Prepaid items in governmental funds are equally offset by nonspendable fund balance which indicates that they do not constitute available spendable resources even though they are a component of net current assets.

Supplies are valued at cost using the weighted average method. Supplies of the governmental funds consist of expendable supplies held for consumption. The cost is recorded as an expenditure in the governmental funds at the time individual inventory items are consumed rather than when purchased. Reported governmental fund inventories are equally offset by nonspendable fund balance which indicates that they do not constitute available spendable resources even though they are a component of net current assets.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

E. Capital Assets

Capital assets are valued at historical cost or at estimated acquisition value on the date donated. If actual historical costs are not available, assets have been valued at approximate historical cost. The City’s policy is to capitalize assets costing at least \$5,000, and the Housing Authority’s policy is to capitalize assets costing at least \$1,000. Depreciation is recorded on a straight-line basis over the following estimated useful lives:

Type	Useful Life
Improvements other than buildings	20 years
Buildings and building improvements	20 - 50 years
Vehicles	3 - 10 years
Infrastructure	25 - 50 years
Machinery and equipment	3 - 20 years

Infrastructure includes street systems, parks, recreation lands, improvement systems, stormwater collection systems, and buildings combined with site amenities such as parking and landscaped areas used by the City in the conduct of its business. Each major infrastructure system is divided into subsystems. For example, the street system includes pavement, curbs and gutters, sidewalks, medians, streetlights, traffic control devices such as signs, signals and pavement markings, landscaping and land. In the case of the initial capitalization of general infrastructure assets reported by governmental activities, the City chose to include all such items regardless of their acquisition date or amount.

Net interest costs incurred during the construction of capital assets for the business-type and proprietary funds are capitalized as part of the asset’s cost.

F. Property Held for Resale

Property held for resale is accounted for at the lower of cost or net realizable value or agreed upon sales price if a disposition agreement has been made with a developer.

The City received five properties for resale in fiscal year 2013 with a book value of \$573,822 from the acceptance of a deed in lieu of foreclosure on the property related to developer defaults on prior loans under the Richmond Neighborhood Stabilization loan program discussed in Note 4. These properties were rehabilitated during fiscal years 2014 and 2015 increasing the carrying value by a total of \$749,716 and \$39,303, respectively. In fiscal year 2014, the City received an additional four properties with a carrying value of \$648,238. Six properties were sold in fiscal year 2016, the remaining two properties held for resale had a book value of \$671,255 as of June 30, 2017. In fiscal year 2018, one property was sold during the year, and the carrying value of the one remaining property held for resale was \$78,016 as of June 30, 2025.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

G. Property Taxes

The State of California’s Constitution limits the combined maximum property tax rate on any given property to 1% of its assessed value except for voter approved incremental property taxes. Assessed value equals purchase price and may be adjusted by no more than 2% per year unless the property is modified, sold, or transferred. The State Legislature distributes property tax receipts from among the counties, cities, school districts, and other districts.

Contra Costa County assesses properties and bills for and collects property taxes as follows:

	Secured	Unsecured
Valuation/lien dates	January 1	March 1
Levied dates	July 1	July 1
Due dates	50% on November 1 50% on February 1	July 1
Delinquent as of	December 10 (for November) April 10 (for February)	August 31

The term “unsecured” refers to taxes on personal property other than land and buildings. These taxes are secured by liens on the property being taxed. Property taxes levied are recorded as revenue in the fiscal year of levy.

H. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position or balance sheet report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The first item that qualifies for reporting in this category is the deferred charge on refunding reported in the statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The City also has deferred outflows of resources related to pensions and OPEB as discussed in Notes 12 and 14.

In addition to liabilities, the statement of net position or balance sheet report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets or fund balance that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The first item which qualifies for reporting in this category arises only under a modified accrual basis of accounting. Accordingly, the item, unavailable revenue, is only reported in the governmental funds balance sheet. The governmental funds report unavailable revenues from three sources: loans receivable, grants receivable and interest on interfund advances. See Note 9 for further discussion. The City also has deferred inflows of resources related to leases, pensions and OPEB as discussed in Note 5, Notes 12 and 14. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

I. Net Position and Fund Balances

Net Position

In the City-wide financial statements, Net Position is classified as follows:

Net Investment in Capital Assets – This amount consists of capital assets net of accumulated depreciation plus deferred outflows of resources associated with the refunding of related capital debt, reduced by outstanding debt that was used for the acquisition, construction, or improvement of these capital assets.

Restricted Net Position – This amount is restricted by external creditors, grantors, contributors, laws or regulations of other governments. In addition, net position restricted for pension benefits are restricted as a result of enabling legislation.

Unrestricted Net Position – This amount is all net position that does not meet the definition of “net investment in capital assets” or “restricted net position.”

When an expense is incurred for purposes for which both restricted and unrestricted net position are available, the City’s policy is to apply restricted net position first.

Fund Balances

Governmental fund balances represent the net current assets of each fund. Net current assets generally represent a fund’s cash and receivables, less its liabilities.

The City’s fund balances are classified based on spending constraints imposed on the use of resources. For programs with multiple funding sources, the City prioritizes and expends funds in the following order: Restricted, Committed, Assigned, and Unassigned. Each category in the following hierarchy is ranked according to the degree of spending constraint:

Nonspendable represents balances set aside to indicate items do not represent available, spendable resources even though they are a component of assets. Fund balances required to be maintained intact, such as Permanent Funds, and assets not expected to be converted to cash, such as prepaids, interfund advances and notes receivable are included. However, if proceeds realized from the sale or collection of nonspendable assets are restricted, committed or assigned, then nonspendable amounts are required to be presented as a component of the applicable category.

Restricted fund balances have external restrictions imposed by creditors, grantors, contributors, laws, regulations, or enabling legislation which requires the resources to be used only for a specific purpose.

Committed fund balances have constraints imposed by formal action of the City Council which may be altered only by the same formal action of the City Council. The highest level of formal action of the City Council is an Ordinance.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

I. *Net Position and Fund Balances, Continued*

Assigned fund balances are amounts constrained by the City's intent to be used for a specific purpose, but are neither restricted nor committed. Intent is expressed by the City Council or its designee, the Finance Director, and may be changed at the discretion of the City Council or its designee, during the budget approval process or via budget amendments in accordance with the City's adopted budget policy. This category includes encumbrances; nonspendables, when it is the City's intent to use proceeds or collections for a specific purpose, and residual fund balances, if any, of Special Revenue, Capital Projects and Debt Service Funds which have not been restricted or committed.

Unassigned fund balance represents residual amounts that have not been restricted, committed, or assigned. This includes the residual general fund balance and residual fund deficits, if any, of other governmental funds.

J. *Compensated Absences*

The City recognizes a liability for compensated absences for leave time that (1) has been earned for services previously rendered by employees, (2) accumulates and is allowed to be carried over to subsequent years, and (3) is more likely than not to be used as time off or settled (for example paid in cash to the employee) during or upon separation from employment. Based on the criteria listed, three types of leave qualify for liability recognition for compensated absences - vacation, sick leave, and compensated time-off. The liability for compensated absences is reported as incurred in the government-wide and Proprietary Fund Financial Statements. A liability for compensated absences is recorded in the governmental funds only if the liability has matured because of employee resignations or retirements. The liability for compensated absences includes salary-related benefits, where applicable. The flow assumption used by the City in estimating compensated absence amounts is that the oldest accrued leave is used first by employees (first in first out).

K. *Bond Issuance Costs, Original Issue Discounts and Premiums and Deferred Charge on Refunding*

For proprietary fund types, bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Any differences between proprietary refunded debt and the debt issued to refund it, called a deferred charge on refunding, is amortized over the remaining life of either the refunded debt or the refunding debt, whichever is shorter. The deferred charge on refunding is reported as a deferred inflow or outflow of resources, as applicable. Bond issuance costs, other than prepaid insurance, are expensed in the year incurred.

L. *Pension*

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

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

M. Other Post Employment Benefits (OPEB)

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the City's OPEB Plans and additions to/deductions from the OPEB Plan's fiduciary net position have been determined on the same basis as they are reported by the CalPERS-CERBT Trust and the PARS Trust. For this purpose, benefit payments are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value.

N. Use of Estimates

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

2. CASH AND INVESTMENTS

The City maintains a cash and investment pool for all funds. Certain restricted funds that are held and invested by independent outside custodians through contractual agreements are not pooled. These restricted funds include cash and investment held by trustees. Interest income earned on pooled cash and investments is allocated to the various funds based on the period-end cash and investment balances. Interest income from cash and investments with fiscal agents is credited directly to the related funds.

The following is a summary of cash and investments at June 30, 2025:

	Government-Wide Statement of Net Position					
	Primary Government			Total Discrete Component Units	Fiduciary Funds	Total Cash and Investments
	Governmental Activities	Business-Type Activities	Total Primary Government			
Cash and investments	\$ 328,480,622	\$ 70,653,417	\$ 399,134,039	\$ 210,417	\$ 20,116,584	\$ 419,461,040
Restricted cash and investments	19,014,896	3,166,331	22,181,227	-	16,610,127	38,791,354
Total cash and investments	\$ 347,495,518	\$ 73,819,748	\$ 421,315,266	\$ 210,417	\$ 36,726,711	\$ 458,252,394

A. Classification

Cash and investments at June 30, 2025 consist of the following:

<i>Primary Government:</i>	
Local Agency Investment Funds (LAIF)	\$ 74,087,899
CalTrust Short-Term Fund	185,765,589
CalTrust Medium-Term Fund	96,768
PARS Pension Plan Investment	4,277,473
Wellington Trust Company Mutual Fund (Police and Firemen's Plan)	10,636,777
Money Market Mutual Funds (U.S. Securities)	134,433,353
Held by Trustee:	
Money Market Mutual Funds (U.S. Securities)	12,890,966
Guaranteed Investment Contracts	625,001
Total investments	422,813,826
Cash in banks and on hand - Primary Government	35,228,151
Cash in banks - RHA	210,417
Total cash on hand and deposits	35,438,568
Total cash and investments	\$ 458,252,394

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

2. CASH AND INVESTMENTS, Continued

B. Deposits

The carrying amount of the City’s cash deposit was \$35,438,568 at June 30, 2025. Bank balances before reconciling items were a positive amount of \$37,056,028 at June 30, 2025. The City’s cash deposit was fully insured up to \$250,000 by the Federal Deposit Insurance Corporation (FDIC). The remaining amount was collateralized with securities held by pledging the financial institutions.

The California Government Code (Code) Section 53652 requires California banks and savings and loan associations to secure the City’s cash deposits by pledging securities as collateral. The Code states that collateral pledged in this manner shall have the effect of perfecting a security interest in such collateral superior to those of a general creditor. Thus, collateral for cash deposits is considered to be held in the City’s name.

The fair value of pledged securities must equal at least 110% of the City’s cash deposits. California law also allows institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of the City’s total cash deposits.

C. Investments Authorized by the Code and the City’s Investment Policy

Under the provisions of the City’s Investment Policy, and in accordance with California Government Code, the following investments are authorized:

Authorized Investment Type	Maximum Maturity	Minimum Credit Quality	Maximum % of Portfolio	Maximum Investment in One Issuer
U.S. Treasury Bills, Bonds and Notes	5 years	A	None	None
Obligations issued by the United States Government Federally Sponsored Agencies	5 years	N/A	None	None
Treasury bonds and notes issued by the State of California or any local agency with California	5 years	A	None	None
Commercial Paper	270 days	A	25%	10%
Negotiable Certificates of Deposit	5 years	A	30%	None
Medium-Term Corporate Notes	5 years	A	30%	10%
Money Market Mutual Funds	N/A	Top rating category	20%	10%
Local Agency Investment Fund (LAIF)	N/A	N/A	None	\$75 Million/Account
Investment Trust of California (CalTrust)	N/A	N/A	None	None

Investments are stated at fair value using the aggregate method in all funds, resulting in the following investment income in all funds for the year ended June 30, 2025:

Interest income	\$ 15,514,626
Realized gain (loss) on investments	2,055,508
Total investment income	<u>\$ 17,570,134</u>

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

2. CASH AND INVESTMENTS, Continued

C. Investments Authorized by the Code and the City's Investment Policy, Continued

The City's portfolio value fluctuates in an inverse relationship to any change in interest rate. Accordingly, if interest rates rise, the portfolio value will decline. If interest rates fall, the portfolio value will rise. The portfolio for year-end reporting purposes is treated as if it were all sold. Therefore, fund balance must reflect the portfolio's change in value. These portfolio value changes are unrealized unless sold. Generally, the City's practice is to buy and hold investments until maturity dates. Consequently, the City's investments are carried at fair value.

The City is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by Code Section 16429 under the oversight of the Treasurer of the State of California. The City's investments with LAIF at June 30, 2025 include a portion of the pool funds invested in Structured Notes and Asset-Backed Securities. These investments included the following:

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

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

At June 30, 2025, the City had \$74,087,899 invested in LAIF, which had invested 3.81% of the pool investment funds in Structured Notes and Asset-Backed Securities as compared to 3.00% in the previous year. The LAIF fair value factor of 1.001198310 was used to calculate the fair value of the investments in LAIF.

The City reports its investment in CalTrust at the fair value amount provided by CalTrust, which is the same as the value of the pool shares. The balance in the Short-Term Fund is available for withdrawal on demand and the balance in the Medium-Term Fund is available for withdrawal upon two days' notice, and is based on the accounting records maintained by CalTrust. Included in CalTrust's investment portfolio are: United States Treasury Notes, Bills, Bonds or Certificates of Indebtedness; registered state warrants or treasury notes or bonds; California local agency bonds, notes, warrants or other indebtedness; federal agency or United States government-sponsored enterprise obligations; bankers acceptances; commercial paper; negotiable certificates of deposit; repurchase agreements; medium-term notes; money market mutual funds; notes, bonds or other obligation secured by a first priority security interest in securities authorized under Government Code Section 53651; and mortgage passthrough securities, collateralized mortgage obligations, and other asset - backed securities. CalTrust's Short-Term Fund has a target portfolio duration of 0 to 2 years and CalTrust's Medium-Term Fund has a target portfolio duration of 1 to 3 years. At June 30, 2025 the Short-Term Fund investments matured in an average of 0.81 years and the Medium-Term Fund investments matured in an average of 2.35 years.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

2. CASH AND INVESTMENTS, Continued

C. *Investments Authorized by the Code and the City's Investment Policy, Continued*

Prohibited Investments

Under the City's Investment Policy, the City imposed restrictions on investments. The City cannot invest in any funds in inverse floaters, range notes, or interest only Separate Trading of Registered Interest and Principal of Securities (STRIPS) that are derived from a pool of mortgages, or in any security that could result in zero interest accrual if held to maturity (other than money market mutual funds). It is the City's policy not to invest in companies involved in the manufacturing of tobacco and tobacco-related products. The City will not invest in companies involved in the development or manufacturing of commodities that facilitate violence, war, oppression, apartheid, arms and weapons, border and mass surveillance industries, mass incarceration and detention, or those utilizing prison labor for production. The City will not investment any funds in international financial instruments that benefited from slavery, in Fossil Fuel companies, or in stocks, bonds, securities, or other obligations issued by provider of Data Broker or Extreme Vetting services to United States Immigration and Customs Enforcement (ICE).

D. *Investments Authorized by Debt Issues and Lease Agreements*

Under the terms of the City's and Authority's debt issues and lease agreements, the City is subject to various restrictions in the type, maturity and credit ratings of investments of the unspent proceeds of these issues. These restrictions are generally no more restrictive than those listed above regarding investment of the City's funds. In addition, some bond indentures authorize investments in guaranteed investment contracts and investment agreements with maturity dates that coincide with the applicable debt maturities. At June 30, 2025, the City was in compliance with the terms of all these restrictions.

E. *Interest Rate Risk*

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

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

2. CASH AND INVESTMENTS, Continued

E. Interest Rate Risk, Continued

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

	<u>Remaining Maturity (in Months)</u>	
	<u>12 months or Less</u>	<u>Total</u>
<i>Primary Government:</i>		
Local Agency Investment Funds (LAIF)	\$ 74,087,899	\$ 74,087,899
CalTrust Short-Term Fund	185,765,589	185,765,589
CalTrust Medium-Term Fund	96,768	96,768
PARS Pension Plan Investment	4,277,473	4,277,473
Wellington Trust Company Mutual Fund (Police and Firemen's Plan)	10,636,777	10,636,777
Money Market Mutual Funds (U.S. Securities)	134,433,353	134,433,353
Held by Trustee:		
Money Market Mutual Funds (U.S. Securities)	12,890,966	12,890,966
Guaranteed Investment Contracts	625,001	625,001
Total Investments	<u>\$ 422,813,826</u>	<u>422,813,826</u>
Cash in banks and on hand - Primary Government		35,228,151
Cash in banks - RHA Housing Corporation		<u>210,417</u>
Total Cash and Investments		<u>\$ 458,252,394</u>

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

2. CASH AND INVESTMENTS, Continued

F. Credit Risk

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. Presented below is the actual rating at June 30, 2025 for each investment type:

Investment Type	Credit Quality Rating as of Year-End			Total
	AAA	AAf/S1+	AA-f/S1	
Money Market Mutual Funds (U.S. Securities)	\$ 12,890,966	\$ -	\$ -	\$ 12,890,966
CalTrust Short-Term Fund	-	185,765,589	-	185,765,589
CalTrust Medium-Term Fund	-	-	96,768	96,768
Totals	\$ 12,890,966	\$ 185,765,589	\$ 96,768	198,753,323
<i>Not Rated:</i>				
Local Agency Investment Funds (LAIF)				74,087,899
PARS Pension Plan Investment				4,277,473
Wellington Trust Company Mutual Fund (Police and Firemen's Plan)				10,636,777
Guaranteed Investment Contracts				625,001
Money Market Mutual Funds (U.S. Securities)				134,433,353
Total Investments				422,813,826
Cash in Banks and On Hand - Primary Government				35,228,151
Cash in Banks - RHA Housing Corporation				210,417
Total Cash and Investments				\$ 458,252,394

G. Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. None of the City's investments were subject to custodial credit risk for the current year.

H. Fair Value Hierarchy

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure fair value of the assets. Level 1 inputs are quoted prices in an active market for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

2. CASH AND INVESTMENTS, Continued

H. Fair Value Hierarchy, Continued

The following is a summary of the fair value hierarchy of the fair value of investments of the City as of June 30, 2025:

Investment Type	Fair Value Measurement Using		Total Fair Value
		Level 2	
<i>Investments Measured at Amortized Cost</i>			
Held by Trustee:			
Guaranteed Investment Contracts	\$	625,001	\$ 625,001
Money Market Mutual Funds		12,890,966	12,890,966
Total			<u>13,515,967</u>
<i>Investments not subject to levelling:</i>			
Local Agency Investment Funds (LAIF)			74,087,899
CalTrust Short-Term Fund			185,765,589
CalTrust Medium-Term Fund			96,768
PARS Pension Plan Investment			4,277,473
Wellington Trust Company Mutual Fund (Police and Firemen's Plan)			10,636,777
Money Market Mutual Funds (U.S. Securities)			134,433,353
Total Investments			<u>\$ 422,813,826</u>

I. Concentration of Credit Risk

The City had no significant investments in the securities of any individual issuers, other than U.S. Treasury securities, investment pools and money market funds at June 30, 2025.

3. INTERFUND TRANSACTIONS

A. Due To/From Other Funds

Due to/from other fund balances arise in the normal course of business and represent short-term borrowings occurring as a result of expenditures which are paid prior to the receipt of revenues. These balances are expected to be repaid shortly after the end of the fiscal year when revenues are received. The amount for due from one fund to another at June 30, 2025 were as follows:

Due to Other Funds	Due from Other Funds	
	General Fund	Total
Nonmajor Governmental Funds	\$ 3,579,603	\$ 3,579,603
Nonmajor Enterprise Funds	34,465	34,465
Total	<u>\$ 3,614,068</u>	<u>\$ 3,614,068</u>

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

3. INTERFUND TRANSACTIONS, Continued

B. Advances To/From Other Funds

At June 30, 2025 the funds below had made advances which were not expected to be repaid within the next year.

Advances from Other Funds	Advances to Other Funds	
	General Fund	Total
Port of Richmond	\$ 7,502,950	\$ 7,502,950
Total	\$ 7,502,950	\$ 7,502,950

In fiscal year 2006 the General Fund established repayment terms for its advance of \$17,139,855 to the Port of Richmond Enterprise Fund to assist the Port with various lease transactions and other projects. The advance did not bear interest for the first three years; the next five years it bore an interest rate of 4%, with the balance payable on or before June 30, 2015. The advance repayment terms were amended in October 2013, effective June 30, 2013, to convert the accrued unpaid interest of \$745,119 to principal and reduce the advance balance by \$842,877, and the advance no longer bears interest. Annual principal payments of \$150,000 are due beginning June 30, 2014 through June 30, 2066, with a final principal payment of \$32,593 due on June 30, 2067, and in addition to those payments, the annual berthing cost of the vessel Red Oak Victory at the Port that is to be paid by the General Fund will instead offset and reduce the principal balance of the advance based on an established rental schedule. Historical rental payments from August 2004 to June 30, 2012 totaling \$842,877 were applied to the principal balance of the loan as of June 30, 2013. Another provision of the amended agreement provides that upon the sale of any Port property, including Terminal One and Terminal Four, the proceeds from the sale are to be used to repay and reduce the principal balance of the advance. The balance of the advance as of June 30, 2025 is \$7,502,950.

C. Transfers In/Out

With Council approval, resources may be transferred from one City fund to another. The purpose of the majority of the transfers is to move General Fund resources to provide funding for capital projects and an annual subsidy to non-major governmental funds, as well fund debt service. Transfers between funds during the fiscal year ended June 30, 2025 were as follows:

Transfers Out	Transfers In							Total
	General Fund	General Capital Improvement Fund	General Purpose Funds	Nonmajor Governmental Funds	Richmond Housing Authority	Nonmajor Enterprise Funds	Internal Service Funds	
General Fund	\$ -	\$ 15,976,138	\$ 75,000	\$ 9,231,686	\$ 351,926	\$ 72,037	\$ 426,019	\$ 26,132,806
Nonmajor Governmental Funds	22,124,916	-	-	6,167,382	-	-	-	28,292,298
General Capital Improvement Fund	847,863	-	253,475	-	-	-	-	1,101,338
Nonmajor Enterprise Funds	86,778	-	-	-	-	-	-	86,778
Internal Service Funds	-	4,100,000	40,281	-	-	-	-	4,140,281
Total	\$ 23,059,557	\$ 20,076,138	\$ 368,756	\$ 15,399,068	\$ 351,926	\$ 72,037	\$ 426,019	\$ 59,753,501

None of these transfers were unusual or non-recurring in nature.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

4. NOTES AND LOANS RECEIVABLE

At June 30, 2025, notes and loans receivable under governmental activities consisted of the following:

	Balance at June 30, 2025
General Fund:	
RHA RAD Project Loan	\$ 773,529
Deferred Loans	221,335
Infill Phase II Loan	1,562,804
Nevin Court Homeowner Development Project	556,016
Subtotal - General Fund Loans	<u>3,113,684</u>
Richmond Neighborhood Stabilization Loans	<u>779,013</u>
General Purpose Fund:	
Homekey Program	<u>3,828,882</u>
Community Development Block Grant, Home Investment Partnership Program, EDA, CALHome Loans and City Loans	
Deferred Loans	2,792,885
Home Improvement Program Loans	732,135
Rental Rehabilitation Loans	364,046
The Carquinez Project	148,490
Creely Avenue Housing Rehabilitation Loan (Arbors)	2,703,762
Lillie Mae Jones Project Loan	997,291
Greater Richmond Interfaith Program	965,048
CALHome Program	1,897,930
Nevin Plaza	1,750,000
RHA RAD Project Loan	3,876,701
Subtotal - CDBG, HOME, EDA, CALHome Loans, City Loans	<u>16,228,288</u>
Housing Successor Loans:	
Rental Rehabilitation Loans	20,000
The Carquinez Project	1,152,510
Creely Avenue Housing Rehabilitation Loan (Arbors)	2,550,245
Lillie Mae Jones Project Loan	1,999,301
Miraflores Loan	3,467,430
MacDonald Place Senior Housing	3,188,532
Greater Richmond Interfaith Program	320,082
Silent Second Mortgage Loans	1,597,280
Deferred Loans	633,126
Chesley Avenue Mutual Housing Development	6,543,744
Easter Hill Project	4,891,967
RHA RAD Project Loan	1,204,417
Subtotal - Housing Successor Loans	<u>27,568,634</u>
American Rescue Plan Act Fund:	
Nevin Plaza	<u>1,750,000</u>
Total Notes and Loans Receivable	<u>\$ 53,268,501</u>

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

4. NOTES AND LOANS RECEIVABLE, Continued

RHA RAD Project

In December 2014, the General Fund loaned \$700,000 to the Richmond Housing Authority Enterprise Fund for predevelopment costs related to the Triangle Court and Friendship Manor Rental Assistance Demonstration (RAD) Projects.

In December 2015, the loan agreement was replaced and the City entered into an amended agreement to loan \$5,400,000 to the RHA Housing Corporation for the furtherance of the development of the RAD Projects as discussed in Note 18. Funding for the loan was revised in fiscal year 2018 and is as follows: \$700,000 from the City's General Fund, \$3,600,000 from housing-in-lieu funds, and \$1,100,000 from the Housing Successor funds. The housing-in-lieu funds and Housing Successor Funds are included in the Community Development and Loan Programs Fund. RHA Housing Corporation assigned the loan agreement and associated obligations to RHA RAD Housing Partners L.P. on December 22, 2015 upon closing of the financing for the rehabilitation of the RAD projects. See Note 18 for additional information related to the RAD projects. The loan is secured by a leasehold deed of trust, assignment of rents and security agreement. The loan bears simple interest of 1% and the loan is repayable from residual receipts, as defined in the loan agreement, starting May 1 of the year after issuance of the Certificate of Completion, and unpaid principal and accrued interest is due December 1, 2070. As noted above, \$700,000 of the General Fund loan was disbursed in December 2014 and the balance at June 30, 2025, including accrued interest, was \$773,529. As of June 30, 2025, \$5,081,118 of the funds had been drawn down from the Housing Successor Community Development and Loan Programs Fund.

Deferred Loans

Deferred loans are granted to low and moderate income families to assist them in purchasing their homes. Emergency repair loans not exceeding \$10,000 funded by the HOME Investment Partnership Program (HIPP) are provided to low income families in Richmond to assist them in rehabilitating their existing housing units. These loans are required to be repaid over a period of 15 years to 30 years.

During fiscal year 2019, the City's General Fund purchased a portion of the deferred loans in the amount of \$353,335 and the loans were transferred to the General Fund. As of June 30, 2025, the outstanding loan amount is \$221,335. In addition, as of June 30, 2025, \$2,792,885 of the funds had been drawn down from the CDBG & Home Program Fund and \$633,126 from the Successor Housing Agency Fund.

Scattered Site Infill Housing Development (Infill Phase II)

Under a loan agreement dated September 30, 2010, the City loaned Community Housing Development Corporation of North Richmond \$1,198,013 to fund construction of 36 townhomes to be made available for very-low and low income households. Funding for the loan was as follows: \$602,556 in HOME funds, \$266,000 in CDBG funds and \$329,457 in CDBG-R. Although the developer has not drawn down all of the proceeds from the HOME funds portion of the loan, the Department of Housing and Urban Development (HUD) has indicated that future drawdowns will not be reimbursed by the grantor. Related to the grant disallowed costs discussed in Note 17, during fiscal year 2018 the City purchased \$1,331,709 of the loan balance that had previously been funded with Community Development Block Grant and HOME funds.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

4. NOTES AND LOANS RECEIVABLE, Continued

Scattered Site Infill Housing Development (Infill Phase II), Continued

During fiscal year 2019, the City's General Fund purchased the loan balance in the amount of \$1,099,594 and the loan and accrued interest of \$265,104 were transferred to the General Fund.

The current funding was for predevelopment activities in conjunction with the construction and development of the townhomes. The loan is secured by a deed of trust on the property. The outstanding balance of the loan bears simple interest at the rate of 3% per year. The payment of principal and interest is deferred and due at the end of the term due September 30, 2065. As of June 30, 2025, \$1,562,804, which includes accrued interest of \$463,211 had been drawn down on the loan.

Nevin Court Homeowner Development Project

In May 2005, the City entered into an agreement with Community Housing and Development Corporation of North Richmond (Development), in the original amount of \$227,000 to construct and develop 10 single family homes for low and moderate income households. The agreement was amended in November 2008, to increase the loan to \$377,000. In fiscal year 2010, the Development drew down \$343,839, in fiscal year 2016 an additional \$21,453 was drawn, and the outstanding balance of the loan is \$490,203, which includes accrued interest of \$124,911. The loan bears interest of 3% per year and the unpaid balance is due in November 2063.

During fiscal year 2019, the City's General Fund purchased the loan balance in the amount of \$365,292 and the loan and accrued interest of \$124,911 were transferred to the General Fund. As of June 30, 2025, \$556,016, which includes accrued interest of \$190,724, had been drawn down on the loan.

Richmond Neighborhood Stabilization Loans

The Richmond Neighborhood Stabilization Corporation (RNSC) operates a residential rehabilitation loan program financed by Department of Housing and Urban Development grants that have passed through the City under its Neighborhood Stabilization Program (NSP1) and additional allocation under the third round of funding referred to as (NSP3). The program provides affordable home ownership opportunities for households of low and moderate income by facilitating the development financing necessary for the purchase, rehabilitation, and resale of deed-restricted affordable ownership units. During fiscal year 2014, the City foreclosed on seven of the loans with a carrying value of \$780,153 and reacquired the properties which have been recorded as property held for resale as discussed in Note 2. As of June 30, 2025, the total balance of outstanding loans for NSP1 was \$779,013 and no NSP3 loans had been issued. Loans are payable upon the resale of improved properties.

Home Improvement Program Loans

"Silent second" mortgage loans are provided to low and moderate income first time homebuyers as gap financing to provide the minimum amount needed to close the gap between the primary lender's requirements and the borrower's ability to pay down payments or closing costs.

Home improvement program loans include amortized loans to assist low income families in Richmond in the improvement of their homes. The interest rates for these loans range from 0% to 3% and are payable over a period of 15 to 30 years.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

4. NOTES AND LOANS RECEIVABLE, Continued

Rental Rehabilitation Loans

Rental Rehabilitation Loans help make rental units affordable to low and very low income housing families. Loans assist private and non-profit owners in purchasing and rehabilitating existing multifamily housing units.

The Carquinez Project

Under a loan agreement dated November 14, 2008, the former Redevelopment Agency loaned Carquinez Associates, L.P. \$1,000,000 to fund rehabilitation of a five-story building, with 36 apartments housing low-income seniors. On August 23, 2010 the agreement was amended to provide the Developer with a total amount of \$1,301,000. Funding for the loan is as follows: \$1,152,510 funded by Series 2007 Bonds and \$148,900 funded by CDBG. Repayments on the loan are to be made from residual receipts as defined in the agreement. The loan does not bear interest, and the unpaid principal balance is due in November 2043. With the dissolution of the Redevelopment Agency as discussed in Note 19, the City agreed to become the successor to the Redevelopment Agency's housing activities and as a result City, as Housing Successor, assumed the loans receivable of the Redevelopment Agency's Low and Moderate Income Housing Fund, including the balance of the Carquinez loan as of February 1, 2012.

Creely Avenue Housing Rehabilitation (Arbors)

On September 15, 2006, the former Redevelopment Agency and the City loaned Arbors Preservation Limited Partnership the amount of \$2,558,557, to construct extremely low, very low and low income rental housing units and a new community room on Creely Avenue. On October 31, 2008, the loan was amended to provide the developer a total loan amount of \$3,208,113. Funding for the loan is as follows: \$2,160,282 in HOME funds, \$103,377 in CDBG funds and \$1,594,057 in 2007 Series B bond funds. Although the developer has not drawn down all of the proceeds from the HOME funds portion of the loan, the Department of Housing and Urban Development (HUD) has indicated that future drawdowns will not be reimbursed by the grantor. The loan bears simple interest at the rate of 3% per year. All unpaid principal and interest on the loan is due on April 29, 2063. With the dissolution of the Redevelopment Agency as discussed in Note 19, the City agreed to become the successor to the Redevelopment Agency's housing activities and as a result the City, as Housing Successor, assumed the loans receivable of the Redevelopment Agency's Low and Moderate Income Housing Fund, including the balance of the Arbors loan as of February 1, 2012.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

4. NOTES AND LOANS RECEIVABLE, Continued

Lillie Mae Jones Project

On January 19, 2010, the former Redevelopment Agency and the City entered into an agreement with Lillie Mae Jones Plaza, L.P. and the Community Housing Development Corporation of North Richmond to loan \$3,119,000 to construct and provide 26 housing units to very low and low income households. Funding for the loan is as follows: \$1,081,291 in HOME funds, \$84,000 in Section 108 funds and \$1,953,709 in 2007 Series B bonds. Although the developer has not drawn down all of the proceeds of the HOME funds portion of the loan, HUD has indicated that future drawdowns will not be reimbursed by the grantor. The loan bears an interest rate of 3% per year and repayments on the loan are to be made from residual receipts as defined in the agreement. All unpaid principal and accrued interest is due in January 2065. The agreement was amended in November 2011, due to securing a \$293,884 loan from County of Contra Costa with Mental Health Services Act, which specifies that two units are required to be available to and occupied by Mental Health Services Act Eligible Tenants pursuant to the County Regulatory Agreement with Lillie Mae Jones Plaza, L.P. With the dissolution of the Redevelopment Agency as discussed in Note 19, the City agreed to become the successor to the Redevelopment Agency's housing activities and as a result the City, as Housing Successor, assumed the loans receivable of the Redevelopment Agency's Low and Moderate Income Housing Fund, including the balance of the Lillie Mae Jones loan as of February 1, 2012. As of June 30, 2025, Lillie Mae Jones has drawn down \$2,996,592.

Greater Richmond Interfaith Program

The loan agreement date was on June 20, 2005. The borrower shall use the Loan funds for development and related soft costs that are eligible under the applicable CDBG and HOME regulations, and consistent with the approved development budget. In addition, the borrower shall submit to the City's Community and Economic Development Department a copy of the Construction Plans for the Development. As of June 30, 2025, Greater Richmond Interfaith Program has drawn down \$1,285,130.

CALHome Program

The CALHome loan program provides housing assistance to Richmond residents to assist with first-time homeowner down payments or rehabilitation projects for owner-occupied homes. The loans are secured by deeds of trust on the properties. Principal and interest on the loans are deferred for 30 years, unless otherwise specified in the promissory note. With the dissolution of the Redevelopment Agency as discussed in Note 19, the CALHome loan program that was funded with grant funds is now administered by the City effective February 1, 2012.

Housing Successor Loans

With the dissolution of the Redevelopment Agency as discussed in Note 19, the City agreed to become the successor to the Redevelopment Agency's housing activities and as a result City, as Housing Successor, assumed the loans receivable of the Redevelopment Agency's Low and Moderate Income Housing Fund, including the balance of certain loans discussed above and all of the loans below as of February 1, 2012.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

4. NOTES AND LOANS RECEIVABLE, Continued

Miraflores Loan

Under an amended loan agreement dated June 21, 2011, the City agreed to loan Community Housing Development Corporation of North Richmond and Eden Housing, Inc., \$1,465,000 to fund the construction of 110 senior housing units for low and moderate income residents. Funding for the loan is as follows: \$449,000 in CDBG funds, \$925,000 in HOME funds, and \$91,000 Redevelopment Agency Low and Moderate Income Housing Fund funds. Although the developer has not drawn down all of the proceeds of the HOME funds portion of the loan, HUD has indicated that future drawdowns will not be reimbursed by the grantor. Related to the grant disallowed costs by HUD in previous years, the City purchased \$1,208,258 of the loan balance that had previously been funded by CDBG and HOME funds and the loans were transferred to the Housing Successor. With the dissolution of the Redevelopment Agency as discussed in Note 19, the portion of the Miraflores loan that was funded by the Redevelopment Agency's Low and Moderate Income Housing Fund was assumed by the City as Housing Successor.

The loan does not bear interest and the unpaid principal balance was due September 22, 2015, unless it was converted to a permanent loan. The loan was converted into a permanent loan on June 25, 2015. In addition to the converted permanent loan, the Housing Successor approved an additional predevelopment loan in the amount of \$1,500,000. As of June 30, 2025, \$3,467,430 of the loan had been drawn down.

MacDonald Place Senior Housing

On June 26, 2007, the former Redevelopment Agency agreed to loan MacDonald Housing Partners, L.P., and Richmond Labor and Love Community Development Corporation the amount of \$4,720,000, to construct senior housing units, a management office, small meeting rooms and ancillary retail use, and a separate space for community services. The loan's principal is due 57 years from the date of disbursement. The loan bears simple of interest of 2% per year payable from any residual receipts available from the prior calendar year with an additional 1% per year, but only to the extent that funds are available to pay such contingent interest from the Agency's share of residual receipts, as defined in the agreement.

Silent Second Mortgage Loans

Loans were provided to qualifying individuals for the difference between the amount received by the individuals who qualified for low and moderate income housing loans and the amount needed to purchase the homes. The loans are to be forgiven in the future if the property owners do not sell or refinance the property.

Chesley Avenue Mutual Housing Development

On December 1, 2003, the former Redevelopment Agency loaned Chesley Avenue Limited Partnership the amount of \$4,741,492, which includes accrued interest of \$1,272,798 to construct very low and low income housing units. The loan's principal is due in 2058; interest is payable starting May 1, 2006, at the rate of 2% per annum or in the amount of 95% of any residual receipts remaining from the prior year, whichever is less. As of June 30, 2025, \$6,543,744, which includes accrued interest of \$1,802,252, had been drawn down on the loan.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

4. NOTES AND LOANS RECEIVABLE, Continued

Easter Hill Project

The loan from the former Redevelopment Agency to Easter Hill Development, L.P. is providing financial assistance in the development of the Easter Hill Project. The Easter Hill Project consists of single and multifamily home components. Easter Hill Development, L.P. shall use the loan to pay for predevelopment, acquisition and construction costs. The outstanding balance of the loan bears simple interest at the rate of 2% per year. Repayments on the loan are to be made from residual receipts as defined in the agreement. All unpaid principal and accrued interest on the loan is due February 1, 2069.

Nevin Plaza I, L.P.

On March 1, 2023, the City entered into an agreement with Navin Plaza I, L.P., in the amount of \$3,500,000, which includes \$1,750,000 to evidence developer's obligation to repay the portion of the loan funded with Coronavirus State and Local Fiscal Recovery Funds provided to the City through the American Rescue Plan Act of 2021 and \$1,750,000 with City Affordable Housing Impact Fee Funds. The loan bears interest of 3% per year, the entire outstanding principal balance of the loan together with accrued interest. The maturity date, which is the earlier of the 55th anniversary of the date upon which the city building department issue its sign off on its final inspection following completion of rehabilitation of the project and the 57th anniversary of the date of the notes.

Homekey Program

The secured promissory note (Homekey Funds) was executed and delivered pursuant to an in accordance with an Affordable Housing Loan Agreement dated as of April 1, 2025. As of June 30, 2025, Homekey Program has drawn down \$3,828,882.

5. LEASES RECEIVABLE

At June 30, 2025, leases receivable consisted of the following:

	Balance at June 30, 2025
Lease Receivable	
Alcatraz Cruises	\$ 1,988,522
California Oils	532,080
Foss Maritime	758,377
MSRC	7,344,223
Nematode	411,844
NRC	162,398
Point San Pablo	44,865
Richmond Art Center	769,391
Richmond Bay Marina	5,072,773
Terminal Three Partners	39,228,789
Dutra - Basin 2 & 3	1,588,335
Garamendi	20,100
Watershed Nursery	41,903
The Dutra Group - Basin 1	1,714,973
Total Lease Receivable	<u>\$ 59,678,572</u>

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

5. LEASES RECEIVABLE, Continued

Alcatraz Cruises

On October 15, 2021, the City entered into a lease as Lessor for the use of Basin 4 and half of Basin 3 at Point Potrero Marine Terminal and the lease end date was on October 14, 2036. An initial lease receivable was recorded in the amount of \$2,559,422 on July 1, 2021. As of June 30, 2025, the value of the lease receivable is \$1,988,522. The lessee is required to make monthly fixed payments of \$15,000.00, with step payment increase to \$15,600 from October 15, 2026 to October 14, 2031 and 4% annual increase from October 15, 2031 to October 14, 2036. The lease has an interest rate of 1.2480%. The value of the deferred inflow of resources as of June 30, 2025 was \$1,926,202, and the City recognized lease revenue of \$170,628 during the fiscal year. The lessee has 2 extension option(s), each for 60 months.

California Oils

On July 1, 2016, the City entered into a lease as Lessor for the use of Terminal 2 at 1145 Harbour Way South and the lease end date was on June 30, 2026. An initial lease receivable was recorded in the amount of \$2,449,191 on July 1, 2021. As of June 30, 2025, the value of the lease receivable is \$532,080. The lessee is required to make monthly fixed payments of \$38,868, with step payment increase to \$40,810.54 from July 1, 2022 to June 30, 2023 and 3% monthly increase from July 1, 2023 to June 30, 2026. The lease has an interest rate of 1.0590%. The value of the deferred inflow of resources as of June 30, 2025 was \$489,838 and the City recognized lease revenue of \$489,838 during the fiscal year.

Foss Maritime

On October 1, 2012, the City entered into a lease as Lessor for the use of Basin 1 and Finger Pier 2 at Point Potrero Marine Terminal and the lease end date was on February 29, 2028. An initial lease receivable was recorded in the amount of \$2,806,842 on July 1, 2021. As of June 30, 2025, the value of the lease receivable is \$758,377. The lessee is required to make monthly fixed payments of \$21,430 from March 1, 2023 to April 30, 2023, \$22,501 from May 1, 2023 to April 30, 2024, and 3% annual increase from May 1, 2024 to February 29, 2028. The lease has an interest rate of 2.6820%. The value of the deferred inflow of resources as of June 30, 2025 was \$711,276, and the City recognized lease revenue of \$266,729 during the fiscal year. The lessee has 1 extension option(s), each for 60 months.

MSRC

On July 1, 2023, Richmond, CA entered into a lease as lessor for the use of Finger Pier 1 at 1314 Canal Boulevard and the lease end date was on June 30, 2043. An initial lease receivable was recorded in the amount of \$7,623,365 on July 1, 2023. As of June 30, 2025, the value of the lease receivable is \$7,344,223. The lessee is required to made monthly fixed payments of \$33,022.23, with step payment increase to \$34,178.01 from July 1, 2024 to June 30, 2025. The lease has an interest rate of 3.6790%. The value of the deferred inflow of resources as of June 30, 2025 was \$6,861,028, and Richmond, CA recognized lease revenue of \$381,168 during the fiscal year.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

5. LEASES RECEIVABLE, Continued

Nematode

On July 1, 2020, the City entered into a lease as Lessor for the use of Terminal 4 at 1950 Stenmark Drive and the lease end date was on June 30, 2025. An initial lease receivable was recorded in the amount of \$719,233. As of June 30, 2025, the value of the lease receivable is \$411,844. The lessee is required to make monthly fixed payments of \$6,816.50. The lease has an interest rate of 0.8930%. The value of the deferred inflow of resources as of June 30, 2025 was \$399,574, and the City recognized lease revenue of \$79,915 during the fiscal year. The lessee has 1 extension option(s), each for 60 months.

NRC

On October 1, 2017, the City entered into a lease as Lessor for the use of Basin 3 at 1337 Canal Boulevard and the lease end date was on September 30, 2027. An initial lease receivable was recorded in the amount of \$414,304 on July 1, 2021. As of June 30, 2025, the value of the lease receivable is \$162,398. The lessee is required to make monthly fixed payments of \$5,000, with step payment increase to \$5,300 from October 1, 2022 to September 30, 2023 and 4% annual increase from October 1, 2023 to September 30, 2027. The lease has an interest rate of 0.3870%. The value of the deferred inflow of resources as of June 30, 2025 was \$149,149, and the City recognized lease revenue of \$66,289 during the fiscal year. The lessee has 1 extension option(s), each for 60 months.

Point San Pablo

On June 1, 2023, the City entered into a lease as Lessor for the use of Terminal 4 at 1950 Stenmark Drive and the lease end date was on May 31, 2029. An initial lease receivable was recorded in the amount of \$62,787 on June 1, 2023. As of June 30, 2025, the value of the lease receivable is \$44,865. The lessee is required to make monthly fixed payments of \$786, with step payment increase to \$842 from June 1, 2024 to May 31, 2025 and 7% annual increase from June 1, 2025 to May 31, 2029. The lease has an interest rate of 2.3260%. The value of the deferred inflow of resources as of June 30, 2025 was \$40,986, and the City recognized lease revenue of \$10,464 during the fiscal year. The lessee has 5 extension option(s), each for 12 months.

PRAM

On September 1, 2019, the City entered into a lease as Lessor for the use of The Washington Field House at 110 East Richmond Avenue and the lease end date was on August 31, 2024. An initial lease receivable was recorded in the amount of \$10,333.79 on July 1, 2021. As of June 30, 2025, the value of the lease receivable is \$0. The lessee is required to make monthly fixed payments of \$275.00. The lease has an interest rate of 0.7270%. The value of the deferred inflow of resources as of June 30, 2025 was \$0, and the City recognized lease revenue of \$544 during the fiscal year.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

5. LEASES RECEIVABLE, Continued

Richmond Art Center

On July 1, 2017, the City entered into a lease as Lessor for the use of The Art Center buildings at 2540 and 2544 Barrett Avenue and the lease end date was on June 30, 2067. An initial lease receivable was recorded in the amount of \$807,820.53 on July 1, 2021. As of June 30, 2025, the value of the lease receivable is \$769,391. The lessee is required to make monthly fixed payments of \$2,344, with step payment increase to \$2,503 from July 1, 2022 to June 30, 2067. The lease has an interest rate of 2.5830%. The value of the deferred inflow of resources as of June 30, 2025 was \$737,575, and the City recognized lease revenue of \$17,561 during the fiscal year.

Richmond Bay Marina - Re - assigned to SHM MBYH LLC

On July 1, 2000, the City entered into a lease as Lessor for the use of the land at 1340 Marina Way South and the lease end date was on June 30, 2055. An initial lease receivable was recorded in the amount of \$5,534,412.78 on July 1, 2021. As of June 30, 2025, the value of the lease receivable is \$5,072,773. The lessee is required to make quarterly fixed payments of \$60,876. The lease has an interest rate of 2.5830%. The value of the deferred inflow of resources as of June 30, 2025 was \$4,883,305, and the City recognized lease revenue of \$162,777 during the fiscal year.

Terminal Three Partners - Re-assigned to IV1 1411 Harbor Way S. Owners LLC

On December 15, 2020, the City entered into a lease as Lessor for the use of Terminal 3 at 1411 Harbour Way South and the lease end date was on December 14, 2086. An initial lease receivable was recorded in the amount of \$39,376,061.50 on July 1, 2021. As of June 30, 2025, the value of the lease receivable is \$39,228,789. The lessee is required to make monthly fixed payments of \$36,667, with step payment increase to \$38,133 from July 1, 2022 to June 30, 2023 and 2% annual increase from July 1, 2023 to December 14, 2086. The lease has an interest rate of 1.1000%. The value of the deferred inflow of resources as of June 30, 2025 was \$36,969,784, and the City recognized lease revenue of \$601,569 during the fiscal year. The lessee has 4 extension option(s), each for 120 months.

Dutra - Basin 2 & 3

On June 1, 2017, the City entered into a lease as Lessor for the use of Basin 2, Basin 3 and the structure at 1319 Canal Boulevard and the lease end date was on May 31, 2032. An initial lease receivable was recorded in the amount of \$2,393,510.09 on July 1, 2021. As of June 30, 2025, the value of the lease receivable is \$1,588,335. The lessee is required to make monthly fixed payments of \$16,500.00, with step payment increase to \$17,160 from June 1, 2022 to May 31, 2023 and 2% annual increase from June 1, 2023 to May 31, 2032. The lease has an interest rate of 0.3160%. The value of the deferred inflow of resources as of June 30, 2025 was \$1,516,499 and the City recognized lease revenue of \$219,253 during the fiscal year. The lessee has 2 extension option(s), each for 60 months.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

5. LEASES RECEIVABLE, Continued

YWCA

On July 1, 2015, the City entered into a lease as Lessor for the use of the building at 3230 MacDonald Avenue and the lease end date was on June 30, 2025. An initial lease receivable was recorded in the amount of \$127,360.86 on July 1, 2021. As of June 30, 2025, the value of the lease receivable is \$0. The lessee is required to make monthly fixed payments of \$2,700.00. The lease has an interest rate of 0.8930%. The value of the deferred inflow of resources as of June 30, 2025 was \$0, and the City recognized lease revenue of \$31,840 during the fiscal year.

AWC

On May 1, 2009, the City entered into a lease as Lessor for the use of the land at 1311 Canal Boulevard and the lease end date was on December 31, 2024. An initial lease receivable was recorded in the amount of \$20,135,248.98 on July 1, 2021. As of June 30, 2025, the value of the lease receivable is \$0. The lessee is required to make annual fixed payments of \$5,718,800.00, with a fixed increase to \$5,833,350 from July 1, 2022 to June 30, 2023 and \$5,950,800 from July 1, 2023 to June 30, 2024. The lease has an interest rate of 0.8930%. The value of the deferred inflow of resources as of June 30, 2025 was \$0, and the City recognized lease revenue of \$2,876,464 during the fiscal year.

Garamendi

On January 3, 2023, the City entered into a lease as Lessor for the use of the office space located at 440 Civic Plaza and the lease end date was on January 2, 2027. An initial lease receivable was recorded in the amount of \$26,677 on January 3, 2023. As of June 30, 2025, the value of the lease receivable is \$20,100. The lessee is required to make monthly fixed payments of \$1,141. The lease has an interest rate of 2.7070%. The value of the deferred inflow of resources as of June 30, 2025 was \$20,026, and the City recognized lease revenue of \$13,375 during the fiscal year.

Watershed Nursery

On December 17, 2019, the City entered into a lease as Lessor for the use of 601 Canal Blvd Suite A and the lease end date was on December 18, 2031. An initial lease receivable was recorded in the amount of \$55,493 on July 1, 2022. As of June 30, 2025, the value of the lease receivable is \$41,903. The lessee is required to make monthly fixed payments of \$480. The lease has an interest rate of 2.8420%. The value of the deferred inflow of resources as of June 30, 2025 was \$37,897, and the City recognized lease revenue of \$5,865 during the fiscal year.

The Dutra Group - Basin 1

On October 21, 2024, Richmond, CA entered into a lease as Lessor for the use of Basin 1 and the lease end date was on May 31, 2037. An initial lease receivable was recorded in the amount of \$1,789,997 on October 21, 2024. As of June 30, 2025, the value of the lease receivable is \$1,714,973. The lessee is required to make monthly fixed payments of \$12,500, with step payment increase to \$12,750 from October 1, 2025 to September 30, 2026 and 2% annual increase from October 1, 2026 to May 31, 2037. The lease has an interest rate of 2.7490%. The value of the deferred inflow of resources as of June 30, 2025 was \$1,691,429 and Richmond, CA recognized lease revenue of \$98,568 during the fiscal year. The lessee has 2 extension option(s), each for 60 months.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

5. LEASES RECEIVABLE, Continued

The future revenue payments as of June 30, 2025, are as follows:

Year Ending June 30,	Alcatraz Cruises		California Oils		Foss Maritime		MSRC		Nematode		NRC	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2026	\$ 156,074	\$ 23,926	\$ 532,080	\$ 3,057	\$ 270,849	\$ 17,042	\$ 156,925	\$ 267,565	\$ 80,905	\$ 3,347	\$ 70,349	\$ 505
2027	163,455	21,945	-	-	286,947	9,582	177,907	261,441	81,630	2,622	73,461	227
2028	167,326	19,874	-	-	200,581	2,023	200,203	254,522	82,362	1,890	18,589	12
2029	169,426	17,774	-	-	-	-	223,881	246,760	83,101	1,151	-	-
2030	171,553	15,647	-	-	-	-	249,011	238,102	83,846	406	-	-
2031-2035	919,340	44,740	-	-	-	-	1,678,229	1,025,323	-	-	-	-
2036-2040	241,347	2,013	-	-	-	-	2,571,341	639,631	-	-	-	-
2041-2045	-	-	-	-	-	-	2,086,727	122,328	-	-	-	-
2046-2050	-	-	-	-	-	-	-	-	-	-	-	-
2051-2055	-	-	-	-	-	-	-	-	-	-	-	-
2056-2060	-	-	-	-	-	-	-	-	-	-	-	-
2061-2065	-	-	-	-	-	-	-	-	-	-	-	-
2066-2070	-	-	-	-	-	-	-	-	-	-	-	-
2071-2075	-	-	-	-	-	-	-	-	-	-	-	-
2076-2080	-	-	-	-	-	-	-	-	-	-	-	-
2081-2085	-	-	-	-	-	-	-	-	-	-	-	-
2086-2089	-	-	-	-	-	-	-	-	-	-	-	-
Total	\$ 1,988,522	\$ 145,918	\$ 532,080	\$ 3,057	\$ 758,377	\$ 28,647	\$ 7,344,223	\$ 3,055,672	\$ 411,844	\$ 9,416	\$ 162,398	\$ 744

Year Ending June 30,	Point San Pablo		Richmond Art Center		Richmond Bay Marina		Terminal Three Partners		Dutra - Basin 2 & 3	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2026	\$ 9,929	\$ 939	\$ 10,284	\$ 19,752	\$ 113,568	\$ 129,936	\$ 54,366	\$ 431,243	\$ 214,179	\$ 4,710
2027	10,931	697	10,552	19,483	116,530	126,974	64,728	430,593	219,240	4,026
2028	12,011	432	10,828	19,208	119,570	123,934	75,400	429,827	224,406	3,325
2029	11,993	140	11,111	18,925	122,688	120,816	86,389	428,943	229,677	2,609
2030	-	-	11,402	18,634	125,888	117,616	97,703	427,935	235,057	1,875
2031-2035	-	-	61,637	88,542	680,437	537,083	670,130	2,120,023	465,776	1,480
2036-2040	-	-	70,125	80,054	773,921	443,599	1,006,267	2,074,287	-	-
2041-2045	-	-	79,781	70,397	880,249	337,271	1,392,444	2,008,737	-	-
2046-2050	-	-	90,767	59,411	1,001,185	216,335	1,834,720	1,920,458	-	-
2051-2055	-	-	103,266	46,912	1,138,736	78,784	2,339,834	1,806,187	-	-
2056-2060	-	-	117,486	32,692	-	-	2,915,274	1,662,268	-	-
2061-2065	-	-	133,665	18,101	-	-	3,569,364	1,484,612	-	-
2066-2070	-	-	58,485	-	-	-	4,311,349	1,268,648	-	-
2071-2075	-	-	-	-	-	-	5,151,498	1,009,270	-	-
2076-2080	-	-	-	-	-	-	6,101,212	700,774	-	-
2081-2085	-	-	-	-	-	-	7,173,143	336,798	-	-
2086-2089	-	-	-	-	-	-	2,384,968	20,911	-	-
Total	\$ 44,865	\$ 2,208	\$ 769,391	\$ 492,111	\$ 5,072,773	\$ 2,232,347	\$ 39,228,789	\$ 18,561,514	\$ 1,588,335	\$ 18,024

Year Ending June 30,	Garamendi		Watershed Nursery		The Dutra Group - Basin 1		Total	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2026	\$ 13,309	\$ 380	\$ 5,235	\$ 1,124	\$ 106,432	\$ 45,818	\$ 1,794,484	\$ 949,344
2027	6,791	54	5,643	970	112,478	42,817	1,330,295	921,429
2028	-	-	6,074	804	118,755	39,646	1,236,104	895,496
2029	-	-	6,527	626	125,269	36,300	1,070,063	874,042
2030	-	-	7,005	434	132,029	32,772	1,113,492	853,422
2031-2035	-	-	11,419	261	770,712	104,066	5,257,680	3,921,517
2036-2040	-	-	-	-	349,298	9,746	5,012,298	3,249,330
2041-2045	-	-	-	-	-	-	4,439,201	2,538,733
2046-2050	-	-	-	-	-	-	2,926,673	2,196,204
2051-2055	-	-	-	-	-	-	3,581,836	1,931,883
2056-2060	-	-	-	-	-	-	3,032,760	1,694,960
2061-2065	-	-	-	-	-	-	3,703,028	1,502,713
2066-2070	-	-	-	-	-	-	4,369,834	1,268,648
2071-2075	-	-	-	-	-	-	5,151,498	1,009,270
2076-2080	-	-	-	-	-	-	6,101,212	700,774
2081-2085	-	-	-	-	-	-	7,173,143	336,798
2086-2089	-	-	-	-	-	-	2,384,968	20,911
Total	\$ 20,100	\$ 434	\$ 41,903	\$ 4,218	\$ 1,714,973	\$ 311,165	\$ 59,678,572	\$ 24,865,475

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

6. CAPITAL ASSETS

The following is a summary of capital assets for governmental activities:

	Balance at July 1, 2024, as restated	Additions	Retirements	Transfers	Balance at June 30, 2025
<i>Governmental Activities</i>					
Capital assets not being depreciated:					
Land	\$ 24,634,683	\$ 3,115,939	\$ -	\$ -	\$ 27,750,622
Construction in progress	61,354,913	24,454,264	-	(2,177,728)	83,631,449
Total capital assets not being depreciated	85,989,596	27,570,203	-	(2,177,728)	111,382,071
Capital assets being depreciated:					
Buildings and improvements	157,794,660	3,136,561	(3,136,561)	-	157,794,660
Machinery and equipment	62,989,702	1,361,262	(1,167,255)	2,177,728	65,361,437
Land improvements and infrastructure	547,774,577	-	-	-	547,774,577
Total capital assets being depreciated	768,558,939	4,497,823	(4,303,816)	2,177,728	770,930,674
Less accumulated depreciation for:					
Buildings and improvements	(62,324,858)	(3,618,978)	-	-	(65,943,836)
Machinery and equipment	(46,660,863)	(3,316,108)	1,137,253	-	(48,839,718)
Land improvements and infrastructure	(443,957,821)	(6,373,989)	-	-	(450,331,810)
Total accumulated depreciation	(552,943,542)	(13,309,075)	1,137,253	-	(565,115,364)
Capital asset being depreciated, net	215,615,397	(8,811,252)	(3,166,563)	2,177,728	205,815,310
Capital assets being amortized:					
Leased buildings and improvements	6,690,416	21,315,218	-	-	28,005,634
Subscription based I.T. agreements	4,585,273	-	(149,276)	-	4,435,997
Total capital assets being amortized	11,275,689	21,315,218	(149,276)	-	32,441,631
Less accumulated amortization for:					
Leased buildings and improvements	(5,734,641)	(2,044,499)	-	-	(7,779,140)
Subscription based I.T. agreements	(2,206,050)	(1,010,554)	110,754	-	(3,105,850)
Total accumulated amortization	(7,940,691)	(3,055,053)	110,754	-	(10,884,990)
Capital assets being amortized, net	3,334,998	18,260,165	(38,522)	-	21,556,641
Governmental activity capital assets, net	\$ 304,939,991	\$ 37,019,116	\$ (3,205,085)	\$ -	\$ 338,754,022

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

6. CAPITAL ASSETS, Continued

Governmental activities depreciation expenses for capital assets and amortization expense for lease assets charged to functions and programs based on their usage of the related assets. The amounts allocated to each function or program for the year ended June 30, 2025 were as follows:

Governmental Activities	
Depreciation expense	
General Government	\$ 3,896,493
Public Safety	638,088
Public Services	6,104,608
Cultural and Recreational	167,721
Housing and Redevelopment	27,990
Community Development	41,925
Internal Service Funds	2,432,250
Total depreciation expense	<u>13,309,075</u>
Amortization expense	
General Government	354,185
Public Safety	2,700,868
Total amortization expense	<u>3,055,053</u>
Total Governmental Activities	<u>\$ 16,364,128</u>

Lease Asset

DiCon Fiberoptics

On January 1, 2020, the City entered into a lease as Lessee for the use of DiCon Fiberoptics' Building and the lease end date was on December 31, 2024. The lease was amended to extend the lease term for 5 years to December 31, 2029. The City is required to make monthly fixed payments of \$152,298, with step payment increase to \$156,735 from January 1, 2022 to December 31, 2022, 3% annual increase from January 1, 2023 to December 31, 2024, and monthly fixed payments of \$140,870 with 3% annual increase from January 1, 2025 to December 31, 2029. The lease has an interest rate of 1.1810%. The value of the right to use asset as of June 30, 2025 of \$28,005,634 with accumulated amortization of \$7,779,141.

Subscription Based Information Technology Arrangements

Cobalt

On May 1, 2017, the City entered into a subscription for the use of Cobalt RMS Software and the lease end date is on June 30, 2027. The City is required to make annual fixed payments of \$360,000 until June 30, 2023, and \$200,000 from July 1, 2023 to June 30, 2027. The subscription has an interest rate of 2.5360%. The value of the right to use asset as of June 30, 2025 of \$1,111,743 with accumulated amortization of \$667,046. There are no options to extend the arrangement or purchase the software.

eScribe

On April 27, 2021, the City entered into a subscription for the use of eScribe and the lease end date is on April 26, 2026. The City is required to make annual fixed payments of \$47,242 with 5% annual increase. The subscription has an interest rate of 2.4450%. The value of the right to use asset as of June 30, 2025 of \$158,237 with accumulated amortization of \$124,198. The City has option to extend for 60 months.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

6. CAPITAL ASSETS, Continued

GovInvest

On March 6, 2023, the City entered into a subscription for the use of GovInvest, Inc and the lease end date is on June 30, 2026. The City is required to make annual fixed payments of \$26,400 until June 30, 2023 and \$80,000 from July 1, 2023 to June 30, 2026. The subscription has an interest rate of 2.7960%. The value of the right to use asset as of June 30, 2025 of \$267,729 with accumulated amortization of \$187,074. The City has option to extend for 12 months.

Public Safety Systems Data

On November 1, 2021, the City entered into a subscription for the use of Public Safety Systems Data and the lease end date is on October 31, 2026. The City is required to make annual fixed payments of \$219,500. The subscription has an interest rate of 2.4450%. The value of the right to use asset as of June 30, 2025 of \$840,217 with accumulated amortization of \$581,689. There are no options to extend the arrangement or purchase the software.

RippleWorx

On January 1, 2023, the City entered into a 36-month subscription for the use of RippleWorx. The City is required to make annual fixed payments of \$50,000.00. The subscription has an interest rate of 2.7960%. The value of the right to use asset as of June 30, 2025 of \$149,276 with accumulated amortization of \$124,397. There are no options to extend the arrangement or purchase the software.

ShotSpotter

On July 1, 2021, the City entered into a subscription for the use of ShotSpotter Subscription and the lease end date is on June 30, 2026. The City is required to make annual fixed payments of \$203,907 until June 30, 2023 and \$214,101 from July 1, 2023 to June 30, 2026. The subscription has an interest rate of 2.4450%. The value of the right to use asset as of June 30, 2025 of \$816,036 with accumulated amortization of \$612,027. There are no options to extend the arrangement or purchase the software.

Microsoft

On September 29, 2020, the City entered into a subscription for the use of Microsoft and the lease end date is on October 28, 2026. the City is required to make annual fixed payments of \$140,021 until September 28, 2023 and \$227,425 from September 29, 2023 to October 28, 2026. The subscription has an interest rate of 1.8500%. The value of the right to use asset as of June 30, 2025 of \$1,004,611 with accumulated amortization of \$696,393. The City has option to extend for 36 months.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

6. CAPITAL ASSETS, Continued

The following is a summary of capital assets for business-type activities:

	Balance at July 1, 2024, as restated	Additions	Balance at June 30, 2025
<i>Business-type Activities</i>			
Capital assets not being depreciated:			
Land	\$ 7,195,986	\$ -	\$ 7,195,986
Construction in progress	122,896,840	7,674,545	130,571,385
Total capital assets not being depreciated	130,092,826	7,674,545	137,767,371
Capital assets being depreciated:			
Buildings and improvements	79,908,481	-	79,908,481
Machinery and equipment	18,931,015	-	18,931,015
Infrastructure	259,038,020	-	259,038,020
Total capital assets being depreciated	357,877,516	-	357,877,516
Less accumulated depreciation for:			
Buildings and improvements	(59,259,440)	(734,507)	(59,993,947)
Machinery and equipment	(16,771,199)	(288,810)	(17,060,009)
Infrastructure	(140,975,053)	(5,866,621)	(146,841,674)
Total accumulated depreciation	(217,005,692)	(6,889,938)	(223,895,630)
Capital asset being depreciated, net	140,871,824	(6,889,938)	133,981,886
Capital assets being amortized:			
Leased land and improvements	1,172,173	-	1,172,173
Total Capital assets being amortized	1,172,173	-	1,172,173
Less accumulated amortization for:			
Leased land and improvements	(781,449)	(260,482)	(1,041,931)
Total accumulated amortization	(781,449)	(260,482)	(1,041,931)
Capital assets being amortized, net	390,724	(260,482)	130,242
Business-type activity capital assets, net	\$ 271,355,374	\$ 524,125	\$ 271,879,499

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

6. CAPITAL ASSETS, Continued

Business-type activities depreciation expenses for capital assets allocated to each program for the year ended June 30, 2025 were as follows:

Business-Type Activities	
Depreciation expense	
Port of Richmond	\$ 3,053,479
Municipal Sewer	3,705,715
Richmond Marina	84,278
Storm Sewer	44,475
Cable TV	1,990
Total depreciation expense	<u>6,889,937</u>
Amortization expense	
Municipal Sewer	260,483
Total amortization expense	<u>260,483</u>
Total Business-Type Activities	<u>\$ 7,150,420</u>

Lease Asset

West County Wastewater District

On January 1, 2010, the City entered into a lease as Lessee for the use of West County Wastewater District's land and the lease end date was on December 31, 2025. The City is required to make annually fixed payments of \$153,000, with 3% annual increase from January 1, 2013 to December 31, 2017 and 6% annual increase from January 1, 2018 to December 31, 2025. The lease has an interest rate of 1.0590%. The value of the right to use asset as of June 30, 2025 of \$1,172,173 with accumulated amortization of \$1,041,931.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

7. COMPENSATED ABSENCES PAYABLE

Changes in compensated absence liabilities for the year ended June 30, 2025 were as follows:

	Balance June 30, 2024, as restated	Additions*	Balance June 30, 2025	Due Within One Year
Governmental Activities:				
Compensated absences payable	\$ 17,904,217	\$ 635,169	\$ 18,539,386	\$ 7,551,236
Business-Type Activities:				
Compensated absences payable	571,425	15,543	586,968	153,219
	<u>\$ 18,475,642</u>	<u>\$ 650,712</u>	<u>\$ 19,126,354</u>	<u>\$ 7,704,455</u>

* Presented as net change

The long-term portion of governmental activities compensated absences is liquidated primarily by the General Fund. Compensated absences for business-type activities are liquidated by the fund that has recorded the liability.

8. LONG-TERM DEBT

A. Governmental Activities

Following is a summary of governmental activities long-term debt transactions during the fiscal year ended June 30, 2025:

	Balance at July 1, 2024	Additions	Retirements	Balance at June 30, 2025	Due Within One Year	Due in More than One Year
Bonds payable:						
Bonds	\$ 89,998,136	\$ -	\$ (4,973,438) (A)	\$ 85,024,698	\$ 4,330,000	\$ 80,694,698
Bonds from direct placements	154,140,000	-	-	154,140,000	2,980,000	151,160,000
Loans payable from direct borrowings	609,071	-	(143,090)	465,981	115,373	350,608
Financed purchases from direct borrowings	2,594,341	-	(951,312)	1,643,029	935,417	707,612
Lease liability	996,762	21,315,218	(1,855,246)	20,456,734	1,776,126	18,680,608
Subscription based I.T. agreements	2,318,011	-	(989,120)	1,328,891	910,544	418,347
Total	<u>\$ 250,656,321</u>	<u>\$ 21,315,218</u>	<u>\$ (8,912,206)</u>	<u>\$ 263,059,333</u>	<u>\$ 11,047,460</u>	<u>\$ 252,011,873</u>

Bonds Payable

Bonds payable at June 30, 2025 consisted of the following:

	Net
JPFA Lease Revenue Bonds - 2016	\$ 23,098,498
JPFA Lease Revenue Bonds - 2019A	61,926,200
Pension Funding Bond Series 2022 (Refunding)	154,140,000
Total	<u>\$ 239,164,698</u>

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

8. LONG-TERM DEBT, Continued

A. Governmental Activities, Continued

Richmond Joint Powers Financing Authority Lease Revenue Bonds, Series 2016 - Original Issue - \$28,390,000

On February 1, 2016, the Authority issued Series 2016 Lease Revenue Bonds in the amount of \$28,390,000. The proceeds from the Bonds were used to pay the obligations of the City related to the termination of the interest rate swap agreement and the option on swap agreement (swaption) related to the Authority's Series 2009 Lease Revenue Refunding Bonds and to pay the costs associated with the issuance of the Series 2016 Bonds. On February 3, 2016 the interest rate swap agreement and the swaption related to the Series 2009 Bonds were terminated with a swap termination payment of \$28,554,000.

The Bonds bear interest rates of 4.00% to 5.50%. Principal payments are due annually on November 1 through 2037 and semi-annual interest payments are due May 1 and November 1 commencing on May 1, 2016.

At June 30, 2025, the 2016 Bonds consisted of the following:

Bonds outstanding	\$ 22,275,000
Unamortized premium	823,498
Total	<u>\$ 23,098,498</u>

The annual debt service requirements are as follows:

For the Years Ending June 30,	Principal	Interest	Total
2026	\$ 1,445,000	\$ 970,438	\$ 2,415,438
2027	1,510,000	889,175	2,399,175
2028	1,595,000	803,788	2,398,788
2029	1,665,000	714,138	2,379,138
2030	1,730,000	620,775	2,350,775
2031-2035	9,005,000	1,969,700	10,974,700
2036-2038	5,325,000	317,498	5,642,498
Total	<u>\$ 22,275,000</u>	<u>\$ 6,285,512</u>	<u>\$ 28,560,512</u>

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

8. LONG-TERM DEBT, Continued

A. Governmental Activities, Continued

Richmond Joint Powers Financing Authority Lease Revenue Bonds, Series 2019A - Original Issue - \$63,970,000

The Series 2019A Bonds are being issued to: redeem \$77,315,000 outstanding principal amount of the Authority's Lease Revenue Refunding Bonds (Civic Center Project) Series 2009, purchase a reserve facility for deposit into the reserve account established for the Series 2019A Bonds, fund a deposit into the Interest Account within the Revenue Fund to capitalize a portion of the interest due on May 1, 2020, and pay costs associated with the issuance of the Series 2019A Bonds. The Bonds are payable solely from, and secured solely by, Revenues of the Authority, consisting primarily of Base Rental Payments to be received by the Authority from the City of Richmond under a Facility Lease, dated as of August 1, 2019, by and between the City and the Authority, for the right to use and the occupancy of certain real property and facilities. The Series 2019A Bonds will mature on November 1 annually commencing November 1, 2020. Interest on the Series 2019A Bonds is payable at the rate of 5% on November 1 and May 1 of each year, commencing May 1, 2020. The refunding resulted in an overall debt service savings of \$29,893,316. The net present value of the debt service savings is called an economic gain and amounted to \$25,000,596.

At June 30, 2025, the 2019A Bonds consisted of the following:

Bonds outstanding	\$ 51,525,000
Unamortized premium	10,401,200
Total	<u>\$ 61,926,200</u>

The annual debt service requirements are as follows:

For the Years Ending June 30,	Principal	Interest	Total
2026	\$ 2,885,000	\$ 2,504,125	\$ 5,389,125
2027	3,035,000	2,356,125	5,391,125
2028	3,190,000	2,200,500	5,390,500
2029	3,350,000	2,037,000	5,387,000
2030	3,525,000	1,865,125	5,390,125
2031-2035	20,525,000	6,421,875	26,946,875
2036-2038	15,015,000	1,151,375	16,166,375
Total	<u>\$ 51,525,000</u>	<u>\$ 18,536,125</u>	<u>\$ 70,061,125</u>

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

8. LONG-TERM DEBT, Continued

A. Governmental Activities, Continued

Pension Funding Bond Series 2022 (Refunding) – Amount \$154,140,000

Taxable Pension Refunding Bonds, Series 2022 was issued under an Indenture, dated November 1, 2005, as supplemented by the First Supplemental Indenture, dated as of September 1, 2022 both by and between the City and U.S. Bank Trust Company, National Association, as trustee refund all of the City’s outstanding Taxable Pension Funding Bonds, Series 2005 B-1 Bonds and Taxable Pension Funding Bonds, Series 2005 B-2, pay interest rate swap termination fees as described herein, and pay the costs of issuance related to the Series 2022 Bonds.

The Series 2022 Bonds accrue interest from the date of delivery thereof and are payable semiannually on January 15 and July 15 of each year, commencing July 15, 2023. The refunding resulted in an overall debt service increase of \$35.3 million over the term of the debt. The net present value of the debt service savings is called an economic gain and amounted to approximately \$10.2 million.

The annual debt service requirements are as follows:

For the Years Ending June 30,	Principal	Interest	Total
2026	\$ 2,980,000	\$ 8,425,749	\$ 11,405,749
2027	3,345,000	8,299,575	11,644,575
2028	3,730,000	8,154,603	11,884,603
2029	4,150,000	7,986,306	12,136,306
2030	4,595,000	7,792,418	12,387,418
2031-2035	30,920,000	35,050,433	65,970,433
2036-2040	48,310,000	25,022,492	73,332,492
2041-2044	56,110,000	8,440,905	64,550,905
Total	<u>\$ 154,140,000</u>	<u>\$ 109,172,481</u>	<u>\$ 263,312,481</u>

Loans Payable

Loans payable from direct borrowing at June 30, 2025 consisted of the following:

<i>City Loans Payable</i>	
California Energy Commission Loan #1	\$ 29,882
California Energy Commission Loan #2	436,099
	<u>\$ 465,981</u>

California Energy Commission Phase 1 – Original Amount \$621,558

On April 22, 2013, the City entered into a direct borrowing loan agreement with the California Energy Commission in the amount of \$621,558. The purpose of the loan is to provide funding for the replacement of street lighting with new LED lights. The loan bears a 3% interest rate and is due in semi-annual payments in December and June through December 2025.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

8. LONG-TERM DEBT, Continued

A. Governmental Activities, Continued

California Energy Commission Phase 1 - Original Amount \$621,558, Continued

The annual debt service requirements on the loan are as follows:

For the Years Ending June 30,	Principal	Interest	Total
2026	\$ 29,882	\$ 449	\$ 30,331
Total	\$ 29,882	\$ 449	\$ 30,331

California Energy Commission Phase 2 - Original Amount \$1,239,036

During fiscal year 2015, the City entered into a direct borrowing loan agreement with the California Energy Commission in the amount of \$1,239,036. The purpose of the loan is to provide funding for the replacement of street lighting with new LED lights. The loan bears interest at 1% and is due in semi-annual payments in December and June through June 2030.

The annual debt service requirements on the loan are as follows:

For the Years Ending June 30,	Principal	Interest	Total
2026	\$ 85,490	\$ 4,148	\$ 89,638
2027	86,347	3,291	89,638
2028	87,206	2,432	89,638
2029	88,086	1,552	89,638
2030	88,970	669	89,639
Total	\$ 436,099	\$ 12,092	\$ 448,191

Financed Purchases

Financed purchases payable from direct borrowing at June 30, 2025 consisted of the following:

Qualified Energy Conservation	\$ 85,346
JPFA Recovery Zone Economic Development	56,016
Street Light	583,021
Holman Capital Corporation #5	918,646
Total	\$ 1,643,029

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

8. LONG-TERM DEBT, Continued

A. Governmental Activities, Continued

Qualified Energy Conservation - Original Amount \$1,052,526

On December 22, 2010 the City entered into a direct borrowing financed purchase with Bank of America in the amount of \$1,052,526 to finance the purchase and installation of energy conservation equipment at various City-owned buildings. The City received an allocation of the national Qualified Energy Conservation Bond which includes a direct subsidy from the United States Treasury for the interest payable on the bonds under the Hiring Incentives to Restore Employment Act (HIRE Act). The subsidy will be payable on or about the date that the City makes its debt service payments and is equal to 59.79% of the interest payable on the purchase. The subsidy received in fiscal year 2024 was \$8,774. The purchase bears interest at a rate of 6.79% and principal and interest payments are due semi-annually each June 15 and December 15 commencing on December 15, 2011 through June 15, 2026.

The annual debt service requirements on the financed purchase are as follows:

For the Years Ending June 30,	Principal	Interest	Total
2026	\$ 85,346	\$ 4,356	\$ 89,702
Total	\$ 85,346	\$ 4,356	\$ 89,702

Richmond Joint Powers Financing Authority Recovery Zone Economic Development - Original Amount \$1,316,000

On December 22, 2010 the Authority entered into a direct borrowing financed purchase with Bank of America in the amount of \$1,316,000 to finance the improvements to three of the City's fire stations and a senior center. The City agreed to use the three fire stations to the Authority in exchange for payments in the amount of the debt. The Authority received the proceeds under an allocation of the National Recovery Zone Economic Development Bonds under the American Recovery and Reinvestment Act of 2009, which includes a direct subsidy from the United States Treasury for the interest payable on the Bonds. The subsidy will be payable on or about the date that the Authority makes its debt service payments and is equal to 45% of the interest payable on the lease upon filing of a request by the Authority. The total subsidy received in fiscal year 2025 was \$3,809. The lease bears interest at a rate of 6.50% and principal and interest payments on the lease are due semi-annually each June 15 and December 15, commencing on June 15, 2011, through 2026.

The annual debt service requirements on the financed purchase are as follows:

For the Years Ending June 30,	Principal	Interest	Total
2026	\$ 56,016	\$ 1,821	\$ 57,837
Total	\$ 56,016	\$ 1,821	\$ 57,837

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

8. LONG-TERM DEBT, Continued

A. Governmental Activities, Continued

Street Light - Original Amount \$4,641,936

On July 31, 2013 the City entered into a direct borrowing financed purchase agreement with Bank of America in the amount of \$4,641,936 to finance the purchase of streetlights and the associated upgrade costs. The purchase bears an interest rate of 2.55%. Principal and interest payments on the purchase are due semi-annually on each October 30 and April 30 commencing on April 30, 2014 through October 30, 2026.

The annual debt service requirements on the financed purchase are as follows:

For the Years Ending June 30,	Principal	Interest	Total
2026	\$ 499,675	\$ 11,738	\$ 511,413
2027	83,346	1,063	84,409
Total	<u>\$ 583,021</u>	<u>\$ 12,801</u>	<u>\$ 595,822</u>

Holman Capital Corporation #5 - Fire Apparatus Equipment Lease - Original Amount \$2,687,645

On May 17, 2018 the City entered into a direct borrowing financed purchase agreement with Holman Capital Corporation in the amount of \$2,687,645 to finance the purchase of one Spartan Ladder Truck and two Spartan Pumper Trucks, which are pledged as collateral for the purchase. The purchase bears an interest rate of 3.91%. Principal and interest payments on the purchase are due quarterly on each August 17, November 17, February 17, and May 17 commencing on August 17, 2018 through May 17, 2028.

The annual debt service requirements on the financed purchase are as follows:

For the Years Ending June 30,	Principal	Interest	Total
2026	294,381	31,638	326,019
2027	306,061	19,958	326,019
2028	318,204	7,814	326,018
Total	<u>\$ 918,646</u>	<u>\$ 59,410</u>	<u>\$ 978,056</u>

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

8. LONG-TERM DEBT, Continued

A. Governmental Activities, Continued

Lease Liability (Dicon Fiberoptics)

On January 1, 2020, the City entered into a lease as Lessee for the use of Dicon Fiberoptics and the lease end date was on December 31, 2024. The lease was amended to extend the lease term for 5 years to December 31, 2029. The City is required to make monthly fixed payments of \$152,298, with step payment increase to \$156,735 from January 1, 2022 to December 31, 2022, 3% annual increase from January 1, 2023 to December 31, 2024, and monthly fixed payments of \$140,870 with 3% annual increase from January 1, 2025 to December 31, 2029. The lease has an interest rate of 1.1810%. As of June 30, 2025, the value of the lease liability is \$20,456,734.

At June 30, 2025, the aggregate maturities of the governmental lease liability were as follows:

For the Years Ending June 30,	Principal	Interest	Total
2026	\$ 1,776,126	\$ 232,089	\$ 2,008,215
2027	1,857,787	210,674	2,068,461
2028	1,942,235	188,280	2,130,515
2029	2,029,556	164,873	2,194,429
2030	2,119,843	140,419	2,260,262
2031-2035	10,731,187	299,362	11,030,549
Total	<u>\$ 20,456,734</u>	<u>\$ 1,235,697</u>	<u>\$ 21,692,431</u>

Subscription Based Information Technology Arrangements (SBITA)

At June 30, 2025, SBITA liabilities consisted of the following:

	Balance at June 30, 2025
Cobalt	\$ 385,283
GovInvest	77,824
Public Safety Systems Data	214,261
ShotSpotter	208,991
Microsoft	442,532
Total SBITA	<u>\$ 1,328,891</u>

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

8. LONG-TERM DEBT, Continued

A. Governmental Activities, Continued

Cobalt

On May 1, 2017, the City entered into a subscription for the use of Cobalt RMS Software and the lease end date was on June 30, 2027. An initial subscription liability was recorded in the amount of \$1,111,743 on July 1, 2022. As of June 30, 2025, the value of the subscription liability is \$385,283. The City is required to make annual fixed payments of \$360,000 until June 30, 2023, and \$200,000 from July 1, 2023 to June 30, 2027. The subscription has an interest rate of 2.5360%.

At June 30, 2025, the aggregate maturities of the SBITA were as follows:

For the Years Ending June 30,	Principal	Interest	Total
2026	\$ 190,229	\$ 9,771	\$ 200,000
2027	195,054	4,946	200,000
Total	<u>\$ 385,283</u>	<u>\$ 14,717</u>	<u>\$ 400,000</u>

eScribe

On April 27, 2021, the City entered into a subscription for the use of eScribe and the lease end date was on April 26, 2026. An initial subscription liability was recorded in the amount of \$142,427 on July 1, 2022. The subscription liability was paid off as of June 30, 2025. The City is required to make annual fixed payments of \$47,242 with 5% annual increase. The subscription has an interest rate of 2.4450%.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

8. LONG-TERM DEBT, Continued

A. Governmental Activities, Continued

GovInvest

On March 6, 2023, the City entered into a subscription for the use of GovInvest, Inc and the lease end date was on June 30, 2026. An initial subscription liability was recorded in the amount of \$257,729 on July 1, 2022. As of June 30, 2025, the value of the subscription liability is \$77,824. The City is required to make fixed payments of \$26,400 until June 30, 2023 and \$80,000 from July 1, 2023 to June 30, 2026. The subscription has an interest rate of 2.7960%.

At June 30, 2025, the aggregate maturities of the SBITA were as follows:

For the Years Ending June 30,	Principal	Interest	Total
2026	\$ 77,824	\$ 2,176	\$ 80,000
Total	\$ 77,824	\$ 2,176	\$ 80,000

Public Safety Systems Data

On November 1, 2021, the City entered into a subscription for the use of Public Safety Systems Data and the lease end date was on October 31, 2026. An initial subscription liability was recorded in the amount of \$840,217 on July 1, 2022. As of June 30, 2025, the value of the subscription liability is \$214,261. The City is required to make fixed payments of \$219,500. The subscription has an interest rate of 2.4450%.

At June 30, 2025, the aggregate maturities of the SBITA were as follows:

For the Years Ending June 30,	Principal	Interest	Total
2026	\$ 214,261	\$ 5,239	\$ 219,500
Total	\$ 214,261	\$ 5,239	\$ 219,500

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

8. LONG-TERM DEBT, Continued

A. Governmental Activities, Continued

RippleWorx

On January 1, 2023, the City entered into a 36-month subscription for the use of RippleWorx. An initial subscription liability was recorded in the amount of \$144,276 on July 1, 2022. The subscription liability was paid off as of June 30, 2025. The City is required to make annual fixed payments of \$50,000. The subscription has an interest rate of 2.7960%.

ShotSpotter

On July 1, 2021, the City entered into a subscription for the use of ShotSpotter Subscription and the lease end date was on June 30, 2026. An initial subscription liability was recorded in the amount of \$816,036 on July 1, 2022. As of June 30, 2025, the value of the subscription liability is \$208,991. The City is required to make fixed payments of \$203,907 until June 30, 2023 and \$214,101 from July 1, 2023 to June 30, 2026. The subscription has an interest rate of 2.4450%.

At June 30, 2025, the aggregate maturities of the SBITA were as follows:

For the Years Ending June 30,	Principal	Interest	Total
2026	\$ 208,991	\$ 5,110	\$ 214,101
Total	\$ 208,991	\$ 5,110	\$ 214,101

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

8. LONG-TERM DEBT, Continued

A. Governmental Activities, Continued

Microsoft

On September 29, 2020, the City entered into a subscription for the use of Microsoft and the lease end date was on October 28, 2026. An initial subscription liability was recorded in the amount of \$1,004,611 on July 1, 2022. As of June 30, 2025, the value of the subscription liability is \$442,532. The City is required to make fixed payments of \$140,021 until September 28, 2023 and \$227,425 from September 29, 2023 to October 28, 2026. The subscription has an interest rate of 1.8500%.

At June 30, 2025, the aggregate maturities of the SBITA were as follows:

For the Years Ending June 30,	Principal	Interest	Total
2026	\$ 219,238	\$ 8,187	\$ 227,425
2027	223,294	4,131	227,425
Total	<u>\$ 442,532</u>	<u>\$ 12,318</u>	<u>\$ 454,850</u>

B. Business-Type Activities

The following is a summary of long-term debt of business-type activities during the fiscal year ended June 30, 2025:

	Balance at July 1, 2024, as restated	Additions	Retirements	Balance at June 30, 2025	Due Within One Year	Due in More than One Year
Bonds payable	\$ 127,020,808	\$ -	\$ (3,920,186) (A)	\$ 123,100,622	\$ 3,050,000	\$ 120,050,622
Notes and loans payable from direct borrowing	45,777,830	7,415,273 (B)	(1,333,793)	51,859,310	1,562,081	50,297,229
Lease liability	290,704	-	-	290,704	290,704	-
Total	<u>\$ 173,089,342</u>	<u>\$ 7,415,273</u>	<u>\$ (5,253,979)</u>	<u>\$ 175,250,636</u>	<u>\$ 4,902,785</u>	<u>\$ 170,347,851</u>

(A) Retirements of bonds payable include principal retirements in the amount of \$2,930,000 and amortization of bond premiums and discounts in the amount of \$990,186.

(B) California State Loan drawdown

Bonds payable at June 30, 2025 consisted of the following:

Wastewater Revenue Bonds Series 2017A	\$ 31,302,194
Wastewater Revenue Bonds Series 2019A	24,561,641
Wastewater Revenue Bonds Series 2019B	<u>67,236,787</u>
Total	<u>\$ 123,100,622</u>

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

8. LONG-TERM DEBT, Continued

B. Business-Type Activities, Continued

Richmond Wastewater Revenue Bonds, Series 2017A - Original Issue \$33,530,000

On July 19, 2017 the City issued Series 2017A Wastewater Revenue Bonds in the amount of \$33,530,000. The proceeds from the Bonds were used to finance improvements to the City's wastewater collection, treatment and disposal system and to refund all of the City's outstanding Wastewater Revenue Refunding Bonds, Series 2006A. Principal payments are due annually on August 1. Interest rates on the Bonds range from 2% to 5.25% and payments are due semiannually on August 1 and February 1 beginning February 1, 2018. The bonds mature on August 1, 2047.

At June 30, 2025 the Series 2017A Bonds consisted of:

Bonds outstanding	\$ 26,955,000
Unamortized premium	<u>4,347,194</u>
Net	<u>\$ 31,302,194</u>

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

8. LONG-TERM DEBT, Continued

B. Business-Type Activities, Continued

Richmond Wastewater Revenue Bonds, Series 2017A - Original Issue \$33,530,000, Continued

The annual debt service requirements on the 2017A Bonds are as follows:

For the Years Ending June 30,	Principal	Interest	Total
2026	\$ -	\$ 1,396,600	\$ 1,396,600
2027	-	1,396,600	1,396,600
2028	-	1,396,600	1,396,600
2029	-	1,396,600	1,396,600
2030	-	1,396,600	1,396,600
2031-2035	-	6,983,000	6,983,000
2036-2040	520,000	6,959,750	7,479,750
2041-2045	14,105,000	5,420,088	19,525,088
2046-2048	12,330,000	993,825	13,323,825
Total	\$ 26,955,000	\$ 27,339,663	\$ 54,294,663

Richmond Wastewater Revenue Bond Series 2019A and Wastewater Revenue Refunding Bonds, Series 2019B - Original Issue Series 2019A (\$22,510,000) and Series 2019B (\$66,075,000)

On June 26, 2019 the City issued Series 2019A Wastewater Revenue Bonds and the 2019B Wastewater Revenue Refunding Bonds in the amounts of \$22,510,000 and \$66,075,000, respectively. The proceeds from the 2019A Bonds were used to finance improvements to the City's wastewater collection, treatment and disposal system. The proceeds from the 2019B Bonds were used to refund all of the City's outstanding Wastewater Revenue Refunding Bonds, Series 2008A, and to partially refund and defease the City's outstanding Wastewater Revenue Refunding Bonds, Series 2010B. The outstanding balance of the defeased 2010B Bonds was \$36,480,000 at June 30, 2019. Principal payments are due annually on August 1. Interest rates on the Bonds range from 3% to 5% and payments are due semiannually on August 1 and February 1 beginning February 1, 2020. The refunding resulted in an overall debt service savings of \$6,799,507. The net present value of the debt service savings is called an economic gain and amounted to \$4,738,022. The bonds mature on August 1, 2049.

At June 30, 2025 the Series 2019A Bonds consisted of:

Bonds outstanding	\$ 22,510,000
Unamortized premium	2,051,641
Net	<u>\$ 24,561,641</u>

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

8. LONG-TERM DEBT, Continued

B. Business-Type Activities, Continued

Richmond Wastewater Revenue Bond Series 2019A and Wastewater Revenue Refunding Bonds, Series 2019B – Original Issue Series 2019A (\$22,510,000) and Series 2019B (\$66,075,000), Continued

The annual debt service requirements on the 2019A Bonds are as follows:

For the Years Ending June 30,	Principal	Interest	Total
2026	\$ -	\$ 973,900	\$ 973,900
2027	-	973,900	973,900
2028	-	973,900	973,900
2029	-	973,900	973,900
2030	-	973,900	973,900
2031-2035	-	4,869,500	4,869,500
2036-2040	2,330,000	4,752,250	7,082,250
2041-2045	5,020,000	3,653,000	8,673,000
2046-2050	15,160,000	2,093,400	17,253,400
Total	<u>\$ 22,510,000</u>	<u>\$ 20,237,650</u>	<u>\$ 42,747,650</u>

At June 30, 2025 the Series 2019B Bonds consisted of:

Bonds outstanding	\$ 58,045,000
Unamortized premium	<u>9,191,787</u>
Net	<u>\$ 67,236,787</u>

The annual debt service requirements on the 2019B Bonds are as follows:

For the Years Ending June 30,	Principal	Interest	Total
2026	\$ 3,050,000	\$ 2,569,100	\$ 5,619,100
2027	3,175,000	2,413,475	5,588,475
2028	3,315,000	2,251,225	5,566,225
2029	3,455,000	2,081,975	5,536,975
2030	3,605,000	1,905,475	5,510,475
2031-2035	20,390,000	6,612,000	27,002,000
2036-2040	18,705,000	1,835,375	20,540,375
2041	2,350,000	35,250	2,385,250
Total	<u>\$ 58,045,000</u>	<u>\$ 19,703,875</u>	<u>\$ 77,748,875</u>

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

8. LONG-TERM DEBT, Continued

B. Business-Type Activities, Continued

Pledge of Wastewater Revenues

The City has pledged future wastewater customer revenues, net of specified operating expenses, to repay the 2017A, 2019A and 2019B Bonds through 2050. The Municipal Sewer Enterprise Fund's total principal and interest remaining to be paid on the bonds is \$190,858,013. The Municipal Sewer Enterprise Fund's principal and interest paid for the current year, and total customer net revenues were \$7,605,874 and \$18,094,659, respectively.

Notes and Loans Payable - Direct Borrowing

Notes and loans payable at June 30, 2025, consisted of the following:

California Department of Boating and Waterways	\$ 1,901,953
RHA RAD Housing Partners L.P. Promissory Note	700,000
California State Loan	<u>49,257,357</u>
Total	<u>\$ 51,859,310</u>

California Department of Boating and Waterways

The City has four direct borrowing loan agreements with the California Department of Boating and Waterways for total borrowings of \$3,772,278. Proceeds from the loans were used to finance marina construction projects. The loans bear interest at rates ranging from 4.5% to 7.9% and are due in annual installments through August 2042. The total amount outstanding at June 30, 2025 was \$1,901,953.

The annual debt service requirements on these loans are as follows:

For the Years Ending June 30,	Principal	Interest	Total
2026	\$ 121,227	\$ 85,588	\$ 206,815
2027	126,682	80,133	206,815
2028	132,383	74,432	206,815
2029	138,340	68,475	206,815
2030	144,566	62,248	206,814
2031-2035	694,589	213,369	907,958
2036-2040	532,588	76,613	609,201
2041-2043	<u>11,577</u>	<u>1,055</u>	<u>12,632</u>
Total	<u>\$ 1,901,953</u>	<u>\$ 661,912</u>	<u>\$ 2,563,865</u>

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

8. LONG-TERM DEBT, Continued

B. Business-Type Activities, Continued

RHA RAD Housing Partners, LP Promissory Note

On December 17, 2014, the Housing Authority's Component Unit, RHA Housing Corporation, entered into an agreement with the City and promised to pay the City a principal amount of \$700,000, plus accrued interest. The proceeds of the Note were then loaned from RHA Housing Corporation to the Housing Authority to finance acquisitions and development of the properties undergoing rehabilitation work in conjunction with a RAD conversion (Friendship Manor/Triangle Court). On December 22, 2015, the official closing of the RAD conversion took place, at which time the Note was assigned to a newly created entity, RHA RAD Housing Partners, L.P. The Note payable to the City was assigned from RHA Corporation to RHA RAD Housing Partners, L.P. along with a note receivable from the Housing Authority. The principle balance shall bear 1% simple interest. The term of the Note shall expire fifty-five years after. The balance of the promissory note at June 30, 2025 was \$700,000.

In fiscal year 2015, the City had advanced the \$700,000 to the Richmond Housing Authority Enterprise Fund, however, in fiscal year 2016 that loan was assigned to RHA RAD Housing Partners L.P. as discussed in Note 4. Therefore, the Richmond Housing Authority Enterprise Fund now owes this amount to RHA RAD Housing Partners L.P. and the interfund advance was converted to long-term debt in fiscal year 2016. The repayment schedule is not available.

California State Loan

Based on resolution Nos. 2019-0031 and 2019-0064, the City Council approved the California State Loan agreement between the City of Richmond and the California State Water Resources Control Board for a \$50 million loan for the Water Resource Recovery Facility Project. The principal is paid over 30 years and the applicable interest rate was set at 1.4%. As of June 30, 2025, the City had partially drawn down the loan and had an outstanding principal balance of \$49,257,357.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

8. LONG-TERM DEBT, Continued

B. Business-Type Activities, Continued

California State Loan, Continued

The annual debt service requirements on the loan is as follows:

For the Years Ending June 30,	Principal	Interest	Total
2026	\$ 1,440,854	\$ 635,182	\$ 2,076,036
2027	1,406,605	669,431	2,076,036
2028	1,426,297	649,739	2,076,036
2029	1,446,266	629,770	2,076,036
2030	1,446,513	609,523	2,056,036
2031-2035	7,646,343	2,733,837	10,380,180
2036-2040	8,196,786	2,183,393	10,380,179
2041-2045	8,786,853	1,593,328	10,380,181
2046-2050	9,419,398	960,782	10,380,180
2051-2054	8,041,442	282,702	8,324,144
Total	<u>\$ 49,257,357</u>	<u>\$ 10,947,687</u>	<u>\$ 60,205,044</u>

Lease Liability

At June 30, 2025 Lease Liabilities consisted of the following:

	Balance at June 30, 2025
West County Wastewater District	\$ 290,704
Total Lease Liability	<u>\$ 290,704</u>

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

8. LONG-TERM DEBT, Continued

B. Business-Type Activities, Continued

West County Wastewater District

On January 1, 2010, the City entered into a lease as Lessee for the use of West County Wastewater District and the lease end date was on December 31, 2025. An initial lease liability was recorded in the amount of \$1,172,173 on July 1, 2021. As of June 30, 2024, the value of the lease liability is \$290,704. The city is required to make annually fixed payments of \$153,000, with 3% annual increase from January 1, 2013 to December 31, 2017 and 6% annual increase from January 1, 2018 to December 31, 2025. The lease has an interest rate of 1.0590%.

At June 30, 2025, the maturities of the lease liability were as follows:

<u>Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 290,704	\$ 3,079	\$ 293,783
Total	<u>\$ 290,704</u>	<u>\$ 3,079</u>	<u>\$ 293,783</u>

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

8. LONG-TERM DEBT, Continued

C. Events of Default, Termination Events and Subjective Acceleration Clauses

Below is a summary of certain events of default and termination events with finance related consequences, along with the subjective acceleration clauses, as applicable, for all of the City's outstanding long-term debt obligations. Each agreement may contain additional events of default, termination events or other subjective acceleration clauses.

	Events of default with finance-related consequences	Termination events with finance-related consequences	Subjective acceleration clauses
<i>Governmental Activities</i>			
Bonds Payable			
Series 2022 Taxable Pension Refunding Bonds	(A)	N/A	(A)
JPFA Lease Revenue Bonds - 2016	(B)	(B)	N/A
JPFA Lease Revenue Bonds - 2019A	(B)	(B)	N/A
Loans Payable			
California Energy Commission Loan #1	(C)	(C)	(C)
California Energy Commission Loan #2	(C)	(C)	(C)
California State Loan	(L)	(L)	(L)
Capital Leases			
Qualified Energy Conservation Lease	(D)	(D)	N/A
JPFA Recovery Zone Economic Development Lease	(E)	(E)	N/A
Street Light Capital Lease	(G)	(G)	N/A
Holman Capital Corporation Lease #5	(H)	(H)	N/A
<i>Business-Type Activities</i>			
Bonds Payable			
Wastewater Revenue Bonds Series 2017A	(A)	N/A	(A)
Wastewater Revenue Bonds Series 2019A	(I)	N/A	(I)
Wastewater Revenue Bonds Series 2019B	(I)	N/A	(I)
Notes and Loans Payable			
California Department of Boating and Waterways	(J)	(J)	(J)
RHA RAD Housing Partners L.P. Promissory Note	(K)	(K)	(K)

(A) If the City fails to pay debt service when due, the delinquent principal and interest is due and payable immediately. If the City files for reorganization under bankruptcy laws, the aggregate outstanding principal balance and accrued interest are immediately due and payable.

(B) If the City fails to pay rental payable when due or the Authority fails to pay debt service when due, the delinquent principal and interest is due and payable immediately. In the event of default, the Authority has the option to exercise the right of entry and re-entry upon the leased property, including the right to re-lease the property if the City does not pay the delinquent rent.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

8. LONG-TERM DEBT, Continued

C. *Events of Default, Termination Events and Subjective Acceleration Clauses, Continued*

(C) Events of default include the failure to comply with any of the terms in the loan agreement, failure to pay principal or interest when due, failure of the City to undertake in a timely way the activities for which said Loan Agreement was executed, failure of the City to obtain prior written Commission approval before undertaking a change in the scope of the activities for which said Loan Agreement was executed, or the City becoming insolvent or bankrupt. On the occurrence of any event of default, the Commission may declare all or any portion of the principal and accrued interest on the loan to be immediately due and payable. If the City fails to comply with the terms of the loan agreement, the Commission may declare the agreement to have been breached and be released from any further performance.

(D) Events of default include: (a) Failure to (i) pay any rental payment or other payment required to be paid under the agreement within 10 days after the date when due or (ii) maintain insurance as required; (b) failure to observe and perform any covenant, condition or agreement for a period of 30 days after written notice; (c) any false, incorrect or misleading statements, representations or warranties made by the City pursuant to the agreement; (d) any default occurs under any other agreement for borrowing money, lease financing of property; (e) the City files becomes insolvent or files for bankruptcy. In the event of default, the lessor has the right to take various steps, including take possession of the equipment or accelerate the repayment of the principal and outstanding interest.

(E) If the City fails to pay lease payments when due or observe other covenants in the lease agreement within thirty days of the written notice of the failure, the outstanding balances are due and payable immediately. If the City files for reorganization under bankruptcy laws, the aggregate outstanding principal balance and accrued interest are immediately due and payable. In the event of default, the Authority has the option to exercise the right of entry and re-entry upon the leased property, including the right to re-lease the property if the City does not pay the delinquent lease payments.

(F) If the City fails to pay lease payments when due or observe other covenants in the lease agreement within thirty days of the written notice of the failure, the outstanding balances are due and payable immediately. If the City files for reorganization under bankruptcy laws, the aggregate outstanding principal balance and accrued interest are immediately due and payable.

(G) If the City fails to pay lease payments when due or observe other covenants in the lease agreement, the outstanding balances are due and payable immediately. If the City files for reorganization under bankruptcy laws, the aggregate outstanding principal balance and accrued interest are immediately due and payable. Upon events of default, the Energy Commission may terminate the Agreement upon five days written notice to the City.

(H) If the City fails to pay lease payments when due or observe other covenants in the lease agreement within thirty days of the written notice of the failure, the outstanding balances are due and payable immediately. If the City files for reorganization under bankruptcy laws, the aggregate outstanding principal balance and accrued interest are immediately due and payable. In the event of default, the Lessor has the option to exercise the right of entry and re-entry upon the leased property, including the right to re-lease the property if the City does not pay the delinquent lease payments.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

8. LONG-TERM DEBT, Continued

C. *Events of Default, Termination Events and Subjective Acceleration Clauses, Continued*

(I) If the City fails to pay debt service when due, the delinquent principal and interest is due and payable immediately. If the City files for reorganization under bankruptcy laws, the aggregate outstanding principal balance and accrued interest are immediately due and payable. In the event of default, the City is required to transfer all Net Revenues held by the City to the Trustee, except as noted in the Indenture of Trust.

(J) If the City fails to pay debt service when due, the delinquent principal and interest is due and payable immediately. If the City files for reorganization under bankruptcy laws, the aggregate outstanding principal balance and accrued interest are immediately due and payable. In the event of default, the Department of Boating and Waterways has the option to declare all unperformed obligations immediately due and payable without further demand or notice to the City.

(K) Events of default include the failure to repay the principal and any interest on the loan within ten days of receipt of written notice that such payment is due pursuant to the loan documents, breach of covenants included in the loan documents, or becoming insolvent or bankrupt. In the event of default, the principal and accrued interest are immediately due and payable.

(L) If the State Water Board Division determines that an event of default has occurred, the city may be required, upon demand, immediately to do each of the following: (1) Return to the State Water Board any grant or principal forgiveness amounts received pursuant to the agreement (2) Accelerate the payment of any principal owed under the agreement, all of which shall be immediately due and payable (3) Pay interest at the highest legal rate on all of the forgoing (4) Pay an additional payments. In addition, the Division may enforces its right under the agreement by any judicial proceeding, terminates the agreement, and receives reimbursement from the city.

D. *Special Assessment Debt Without City Commitment*

Special assessment districts have been established in various parts of the City to provide improvements to properties located in those districts. Properties in these districts are assessed for the cost of improvements; these assessments are payable solely by property owners over the term of the debt issued to finance these improvements. The City is not legally or morally obligated to pay these debts or be the purchaser of last resort of any foreclosed properties in these special assessment districts, nor is it obligated to advance City funds to repay these debts in the event of default by any of these districts. At June 30, 2025, the balances of these Districts' outstanding debt were as follows:

Richmond JPFA Reassessment Revenue Refunding Bonds, Series 2016 (Country Club Vista) \$3,085,000.

E. *Conduit Debt*

The City has assisted private-sector entities by sponsoring their issuance of debt for purposes the City deems to be in the public interest. These debt issues are secured solely by the property financed by the debt. The City is not legally or morally obligated to pay these debts or be the purchaser of last resort of any foreclosed properties secured by these debts, nor is it obligated to advance City funds to repay these debts in the event of default by any of these issuers. At June 30, 2025, the balance of this issuers' outstanding debt was as follows:

Richmond Community Foundation, Richmond Housing Rehabilitation
Program, Social Impact Bonds, Taxable Series 2015A

\$3,000,000

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

9. UNAVAILABLE AND UNEARNED REVENUE

At June 30, 2025, the following unavailable revenues were recorded in the Fund Financial Statements because the funds were not available to finance expenditures of the current period:

	Loans Receivable	Accounts and Grants Receivable	Total
General Fund	\$ 2,413,684	\$ -	\$ 2,413,684
Community Development and Loan Programs Fund	18,699,079	290,735	18,989,814
General Purpose Fund	3,136,561	5,438,938	8,575,499
Non-Major Governmental Funds	-	8,159,786	8,159,786
Total	\$ 24,249,324	\$ 13,889,459	\$ 38,138,783

At June 30, 2025, the following unearned revenues were recorded in the City-wide financial statements on the Statement of Net Position:

	Prepaid Rent	Miscellaneous Receipts, Grants and Deposits	Total
General Fund	\$ 2,680,107	\$ 1,196,158	\$ 3,876,265
General Purpose Fund	-	14,527,415	14,527,415
Non-Major Governmental Funds	2,067,510	26,950,967	29,018,477
Richmond Housing Authority Enterprise Fund	59,820	1,771,760	1,831,580
Port of Richmond Enterprise Fund	-	535,374	535,374
Municipal Sewer Enterprise Fund	-	36,280	36,280
Total	\$ 4,807,437	\$ 45,017,954	\$ 49,825,391

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

10. FUND BALANCE AND NET POSITION

A. Fund Balance Classification

Detailed classifications of the City's fund balances, as of June 30, 2025, are below:

Fund Balance Classifications	General Fund	Community Development and Loan Program Fund	General Purpose Fund	General Capital Improvement Fund	Nonmajor Governmental Funds	Total
Nonspendable:						
Items not in spendable form:						
Prepays, supplies and other assets	\$ 882,915	\$ -	\$ -	\$ -	\$ -	\$ 882,915
Loans receivable	700,000	-	-	-	-	700,000
Advances to other funds	7,502,950	-	-	-	-	7,502,950
Total Nonspendable Fund Balances	9,085,865	-	-	-	-	9,085,865
Restricted for:						
Street Improvement Projects	-	-	-	-	13,093,298	13,093,298
Public Safety Grant Programs (Police and Fire)	-	-	-	-	276,777	276,777
Lighting and Landscaping	-	-	-	-	1,032,890	1,032,890
Housing and Community Development	-	34,855,987	-	-	2,256,403	37,112,390
Debt Service	-	-	-	-	242,098	242,098
Community Development Projects	-	-	-	-	40,842,002	40,842,002
Kids First Initiative	13,173,995	-	-	-	-	13,173,995
Employment and Training	-	-	-	-	82,927	82,927
Other Capital Projects	-	-	1,332,195	55,167,895	2,502,287	59,002,377
Pension Plans	4,277,473	-	-	-	11,427,177	15,704,650
Total Restricted Fund Balances	17,451,468	34,855,987	1,332,195	55,167,895	71,755,859	180,563,404
Committed to:						
Appropriation Authority	8,552,105	-	-	-	-	8,552,105
Total Committed Fund Balances	8,552,105	-	-	-	-	8,552,105
Assigned to:						
Other Capital Projects	-	-	-	-	1,750,000	1,750,000
Other Contracts	5,398,076	-	-	-	-	5,398,076
Total Assigned Fund Balances	5,398,076	-	-	-	1,750,000	7,148,076
Unassigned:						
General Fund	62,824,919	-	-	-	-	62,824,919
Other Governmental Fund Deficit Residuals	-	-	-	-	(4,459,877)	(4,459,877)
Total Unassigned Fund Balances	62,824,919	-	-	-	(4,459,877)	58,365,042
Total Fund Balances (Deficits)	\$ 103,312,433	\$ 34,855,987	\$ 1,332,195	\$ 55,167,895	\$ 69,045,982	\$ 263,714,492

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

10. FUND BALANCE AND NET POSITION, Continued

B. Cash Reserve Policy

In fiscal year 2023, the City Council updated the fund balance policy to require the City to maintain a year-end contingency reserve balance of a minimum of 21% of the next year’s budgeted General Fund expenditures including transfer out. This is the minimum needed to maintain the City’s creditworthiness and to adequately provide for economic and legislative uncertainties, cash flow needs and contingencies. A policy based upon percentage assures that the reserve will remain a prudent cushion as the City’s budgets grow over time.

City Council approval is required before any cash can be withdrawn from the reserve fund. The Council shall have the discretion to use the reserve for one-time emergencies only and not to be used for ongoing expenditures. At the time of City Council approval of any use of reserves, a stabilization policy laying out the plans for restoration of reserves must be simultaneously put in place and approved by City Council.

The City’s cash reserve as of June 30, 2025, which is a component of unassigned fund balance of the General Fund, is \$62,824,919, which is approximately 24.16% of fiscal year 2025-26 budgeted General Fund expenditures including transfers out. As the City experiences net revenue gains in future years, the reserve balance must continue to be maintained at a minimum of 21% of total expenditures, following the stabilization policy, in order to allow the City to build up its capacity to handle future short term economic downturns or emergencies with minimal to no impact to City services.

C. Deficit Fund Balances and Accumulated Deficits

At June 30, 2025, the following funds had deficit fund balance or deficit net position, which will be eliminated by future revenues:

	Amount
Nonmajor Governmental Funds:	
Paratransit Operations Fund	\$ (1,921,510)
Transformative Climate Grant Fund	(958,156)
Civic Center Debt Service Fund	(1,663,138)
Nonmajor Enterprise Funds:	
Cable TV Fund	(1,675,433)

D. Restatement of Net Position

During 2025, the City recorded the following restatements:

(1) Change in Reporting Entity – The General Purpose Fund moved from non-major to a major fund and the American Rescue Plan Act fund moved from major to a non-major fund.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

10. FUND BALANCE AND NET POSITION, Continued

D. Restatement of Net Position, Continued

(2) Implementation of GASB 101 to compensated absences – The City recorded a restatement of the prior year’s compensated absences liability balance to comply with the requirements of GASB Statement No. 101, Compensated Absences. For Governmental Activities, compensated absences were increased by \$4,584,325 and includes the \$2,776 restatement from Internal Service Funds. For Business Activities, compensated absences were increased by \$236,182 due to the restatement in the prior year. The breakdown of the \$236,182 increase from Business Activities is listed in the fund financial as below.

(3) Error correction to capital assets – The City recorded restatements for capital assets due to capital projects in progress outlays that were expensed or capitalized incorrectly: For Governmental Activities, capital assets were understated by \$535,188 and capital outlay expenditure was overstated by \$535,188 in the prior year.

(4) Error correction to long-term debts – The City record a restatement for long-term debts due to the new amendment of loan schedule: For Business Activities, long-term debts were understated by \$475,145 and fund balance was overstated by \$475,145 in the prior year. The amount is the same based on Municipal Sewer Fund.

(5) Error correction to accrued expenses – The City record a restatement for accrued expenses due to the incorrect invoice accrual period: For Governmental Activities, accrued expenses were overstated by \$133,163 and capital outlay expenditure was understated by \$133,163. For Business Activities, accrued expenses were overstated by \$1,917,637 and maintenance expenditure was understated by \$1,917,637.

	Restatements						As Restated
	Previously Reported	Changes to or within the Financial Reporting Entity	Change in Accounting Principle - GASB 101	Error Correction - Capital Assets	Error Correction - Long-term Debts	Error Correction - Accrued expenses	
Fund Financial							
General Purpose Fund	\$ -	\$ (620,497)	\$ -	\$ -	\$ -	\$ -	\$ (620,497)
American Rescue Plan Act Fund	\$ 3,429,640	\$ (3,429,640)	\$ -	\$ -	\$ -	\$ -	\$ -
Internal Service Funds	\$ 26,088,128	\$ -	\$ (2,776)	\$ -	\$ -	\$ -	\$ 26,085,352
Richmond Housing Authority Fund	\$ 25,528,082	\$ -	\$ (57,970)	\$ -	\$ -	\$ -	\$ 25,470,112
Port of Richmond Fund	\$ 36,592,593	\$ -	\$ (7,982)	\$ -	\$ -	\$ -	\$ 36,584,611
Municipal Sewer Fund	\$ 80,253,961	\$ -	\$ (82,661)	\$ -	\$ (475,145)	\$ (1,917,637)	\$ 77,778,518
Non-Major Enterprise Funds	\$ 10,940,747	\$ -	\$ (87,569)	\$ -	\$ -	\$ -	\$ 10,853,178
Non-Major Governmental Funds	\$ 63,982,380	\$ 4,050,137	\$ -	\$ -	\$ -	\$ (133,163)	\$ 67,899,354
Governmental-Wide Financial							
Governmental Activities	\$ (14,430,447)	\$ -	\$ (4,584,325)	\$ 535,188	\$ -	\$ (133,163)	\$ (18,612,747)
Business Activities	\$ 153,315,383	\$ -	\$ (236,182)	\$ -	\$ (475,145)	\$ (1,917,637)	\$ 150,686,419

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

11. EXPENDITURES IN EXCESS OF APPROPRIATIONS

The following funds incurred departmental expenditures in excess of appropriations.

Fund/Department	Excess of Expenditures over Appropriations
General Fund	
Capital outlay	\$ 19,851,299
Principal	2,795,726
Interest and fiscal charges	184,296
General Pension Fund	
General Government	217,862
Police and Fire Pension Fund	
Public safety	654,450
2022 Pension Obligation Bonds Fund	
Interest and fiscal charges	610
Civic Center Debt Service Fund	
Interest and fiscal charges	986
General Capital Improvement Fund	
General Government	19,911

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

12. DEFINED BENEFIT PENSION PLANS

The following is a summary of the City’s pension plan amounts for the year ended June 30, 2025:

	Deferred Outflow of Resources	Net Pension Liability (Asset)	Deferred Inflow of Resources	Pension Expense (Revenue)
California Public Employees' Retirement System:				
Miscellaneous	\$ 25,905,704	\$ 121,527,542	\$ -	\$ 13,255,009
Safety	38,283,423	230,933,732	204,528	30,509,407
Police and Firemen's Pension Plan	-	3,188,765	-	(1,711,995)
General Pension Plan	-	746,083	-	605,402
Totals	<u>\$ 64,189,127</u>	<u>\$ 356,396,122</u>	<u>\$ 204,528</u>	<u>\$ 42,657,823</u>

A. California Public Employees' Retirement System Pension Plans

I. General Information about the CalPERS Pension Plan

Plan Descriptions – All qualified permanent and probationary employees are eligible to participate in the City’s separate Safety (police and fire) and Miscellaneous (all other) Plans, agent multiple-employer defined benefit pension plans administered by CalPERS, which acts as a common investment and administrative agent for its participating member employers. Benefit provisions under the Plans are established by State statute and City resolution. CalPERS issues publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website.

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

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

12. DEFINED BENEFIT PENSION PLANS, Continued

A. California Public Employees' Retirement System Pension Plans, Continued

I. General Information about the CalPERS Pension Plan, Continued

The City's employees hired on or before December 31, 2012 participate in the Miscellaneous Plan under the 2.7% @ 55 Benefit Formula or the Safety Plan under the 3.0% @ 50 (Police) or 3.0% @ 55 (Fire) Benefit Formula. The Pension Reform Act of 2013 (PEPRA), Assembly Bill 340, is applicable to employees new to CalPERS and hired after December 31, 2012. The City's employees hired on or after January 1, 2013 participate under the Miscellaneous Plan 2.0% @ 62 Benefit Formula or the 2.7% @ 57 (Police and Fire) Benefit Formula.

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

	Miscellaneous				
	Prior to January 1, 2013	On or after January 1, 2013	Safety - Police	Safety - Fire	Safety - Police and Fire
Hire date			Prior to January 1, 2013	Prior to January 1, 2013	On or after January 01, 2013
Benefit formula	2.7% @ 55	2.0% @ 62	3.0% @ 50	3.0% @ 55	2.7% @ 57
Benefit vesting schedule	5 years service	5 years service	5 years service	5 years service	5 years service
Benefit payments	monthly for life	monthly for life	monthly for life	monthly for life	monthly for life
Retirement age	50 - 55	52 - 67	50	50 - 55	50 - 57
Monthly benefits, as a % of eligible compensation	2.0% to 2.7%	1.0% to 2.5%	3.00%	2.4% to 3.0%	2.0% to 2.7%
Required employee contribution rates	8.00%	8.25%	9.00%*	9.00%*	13.00%
Required employer contribution rates	13.27%	13.27%	22.34%	22.34%	22.34%
Required UAL Contribution	\$ 10,460,916		\$ 18,906,301		

* Effective July 1, 2015, Safety (Police and Fire) employees hired prior to January 1, 2013 pay 3% of the employer's required contribution. Therefore, the required employer contribution rate is 18.07% and required employee contribution rate is 12%.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

12. DEFINED BENEFIT PENSION PLANS, Continued

A. California Public Employees' Retirement System Pension Plans, Continued

I. General Information about the CalPERS Pension Plan, Continued

Beginning in fiscal year 2016, CalPERS collects employer contributions for each Plan as a percentage of payroll for the normal cost portion as noted in the rates above and as a dollar amount for contributions toward the unfunded liability (UAL). The dollar amounts are billed on a monthly basis or can be prepaid in advance before July 31st to receive a savings of approximately 3%. In fiscal year 2022, the City started to prepay the unfunded liability on an annual basis. The City's required contributions for the unfunded liability in the Miscellaneous and Safety Plans were \$10,460,916 and \$18,906,301 respectively, as noted in the tables above.

Employees Covered - As of the June 30, 2023 actuarial valuation date and the June 30, 2024 measurement date, the following employees were covered by the benefit terms for each Plan:

	Miscellaneous		Safety	
	June 30, 2023	June 30, 2024	June 30, 2023	June 30, 2024
Inactive employees or beneficiaries				
currently receiving benefits	1,014	1,019	559	565
Inactive employees entitled to but				
not yet receiving benefits	570	588	95	108
Active employees	399	427	193	184
Total	1,983	2,034	847	857

As of June 30, 2025, the City had 447 active employees in the Miscellaneous Plan and 196 active employees in the Safety Plan.

Contributions - Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Funding contributions for both Plans are determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The City is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

Contributions for the measurement period were \$16,375,065 for the Miscellaneous Plan and \$25,280,643 for the Safety Plan.

II. Net Pension Liability

The City's net pension liability for each Plan is measured as the total pension liability, less the pension plan's fiduciary net position. The net pension liability of each Plan is measured as of June 30, 2024, using an annual actuarial valuation as of June 30, 2023 using standard update procedures. A summary of principal assumptions and methods used to determine the net pension liability is shown below.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

12. DEFINED BENEFIT PENSION PLANS, Continued

A. California Public Employees' Retirement System Pension Plans, Continued

II. Net Pension Liability, Continued

Actuarial Assumptions - For the measurement period ended June 30, 2024, the total pension liabilities were determined by the June 30, 2023 total pension liability. The June 30, 2024 total pension liabilities were based on the following actuarial methods and assumptions:

	Miscellaneous (1)	Safety (1)
Valuation Date	June 30, 2023	June 30, 2023
Measurement Date	June 30, 2024	June 30, 2024
Actuarial Cost Method	Entry-Age Actuarial Cost Method	Entry-Age Actuarial Cost Method
Actuarial Assumptions:		
Discount Rate	6.90%	6.90%
Inflation	2.30%	2.30%
Salary Increase	Varies by Entry Age and Service	Varies by Entry Age and Service
Mortality (1)	Derived using CalPERS' membership data for all funds	Derived using CalPERS' membership data for all funds
Post Retirement Benefit Increase	The lesser of contract COLA or 2.30% until Purchasing Power Protection Allowance floor on purchasing power applies, 2.30% thereafter	The lesser of contract COLA or 2.30% until Purchasing Power Protection Allowance floor on purchasing power applies, 2.30% thereafter

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

The underlying mortality assumptions and all other actuarial assumptions used in the June 30, 2023 valuation were based on the results of 2023 actuarial experience study for the period 2001 to 2019. Further details of the Experience Study can be found on the CalPERS website.

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

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

12. DEFINED BENEFIT PENSION PLANS, Continued

A. California Public Employees' Retirement System Pension Plans, Continued

II. Net Pension Liability, Continued

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Such cash flows were developed assuming that both members and employers will make their required contributions on time and as scheduled in all future years. Using historical returns of all the funds' asset classes, expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11+ years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above and adjusted to account for assumed administrative expenses.

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 geometric rates of return are net of administrative expenses.

Asset Class (1)	Assumed Asset Allocation	Real Return (1),(2)
Global Equity - Cap-weighted	30.0%	4.54%
Global Equity - Non-Cap-weighted	12.0%	3.84%
Private Equity	13.0%	7.28%
Treasury	5.0%	0.27%
Mortgage-backed Securities	5.0%	0.50%
Investment Grade Corporates	10.0%	1.56%
High Yield	5.0%	2.27%
Emerging Market Debt	5.0%	2.48%
Private Debt	5.0%	3.57%
Real Assets	15.0%	3.21%
Leverage	-5.0%	-0.59%
Total	<u>100.0%</u>	

(1) An expected inflation of 2.50% used for this period.

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

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

12. DEFINED BENEFIT PENSION PLANS, Continued

A. California Public Employees' Retirement System Pension Plans, Continued

II. Net Pension Liability, Continued

The changes in the Net Pension Liability as of the June 30, 2024 Measurement Date for each Plan follows:

Miscellaneous Plan:

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability/(Asset)
Balance at June 30, 2023 Measurement Date	\$ 539,760,608	\$ 409,739,923	\$ 130,020,685
Changes in the year:			
Service cost	7,316,334	-	7,316,334
Interest on the total pension liability	36,683,660	-	36,683,660
Differences between actual and expected experience	5,026,256	-	5,026,256
Contribution - employer	-	15,611,185	(15,611,185)
Contribution - employees	-	3,499,268	(3,499,268)
Net investment income	-	38,742,347	(38,742,347)
Administrative expenses	-	(333,407)	333,407
Benefit payments, including refunds of employee contributions	(33,595,581)	(33,595,581)	-
Net changes	15,430,669	23,923,812	(8,493,143)
Balance at June 30, 2024 Measurement Date	\$ 555,191,277	\$ 433,663,735	\$ 121,527,542

Safety Plan:

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability/(Asset)
Balance at June 30, 2023 Measurement Date	\$ 758,179,239	\$ 516,293,896	\$ 241,885,343
Changes in the year:			
Service cost	8,998,544	-	8,998,544
Interest on the total pension liability	51,297,671	-	51,297,671
Differences between actual and expected experience	4,437,458	-	4,437,458
Contribution - employer	-	22,864,777	(22,864,777)
Contribution - employees	-	4,333,792	(4,333,792)
Net investment income	-	48,906,825	(48,906,825)
Administrative expenses	-	(420,110)	420,110
Benefit payments, including refunds of employee contributions	(47,342,941)	(47,342,941)	-
Net changes	17,390,732	28,342,343	(10,951,611)
Balance at June 30, 2024 Measurement Date	\$ 775,569,971	\$ 544,636,239	\$ 230,933,732
Totals - Miscellaneous and Safety Plans	\$ 1,330,761,248	\$ 978,299,974	\$ 352,461,274

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

12. DEFINED BENEFIT PENSION PLANS, Continued

A. California Public Employees' Retirement System Pension Plans, Continued

II. Net Pension Liability, Continued

Sensitivity of the Net Pension Liability to Changes in the Discount Rate – The following presents the net pension liability of the City for each Plan, calculated using the discount rate for each Plan, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	Miscellaneous	Safety
1% Decrease	5.90%	5.90%
Net Pension Liability	\$ 187,425,520	\$ 329,148,843
Current Discount Rate	6.90%	6.90%
Net Pension Liability	\$ 121,527,542	\$ 230,933,732
1% Increase	7.90%	7.90%
Net Pension Liability	\$ 66,666,039	\$ 150,143,969

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

III. Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions

For the year ended June 30, 2025, the City recognized pension expense of \$43,764,416. At June 30, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Miscellaneous Plan	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	\$ 16,375,065	\$ -
Differences between Expected and Actual Experience	2,513,128	-
Net Differences between Projected and Actual Earnings on Pension Plan Investments	7,017,511	-
Total	\$ 25,905,704	\$ -

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

12. DEFINED BENEFIT PENSION PLANS, Continued

A. California Public Employees' Retirement System Pension Plans, Continued

III. Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions, Continued

Safety Plan	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	\$ 25,280,643	\$ -
Differences between Expected and Actual Experience	3,688,799	204,528
Changes of Assumptions	641,085	-
Net Differences between Projected and Actual Earnings on Pension Plan Investments	8,672,896	-
Total	<u>\$ 38,283,423</u>	<u>\$ 204,528</u>
Total Both Plans	<u>\$ 64,189,127</u>	<u>\$ 204,528</u>

\$41,655,708 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Year Ended June 30,	Annual Amortization		
	Miscellaneous	Safety	Total
2025	\$ 2,249,584	\$ 2,763,639	\$ 5,013,223
2026	11,149,659	15,016,430	26,166,089
2027	(1,668,765)	(2,178,265)	(3,847,030)
2028	(2,199,839)	(2,803,552)	(5,003,391)
Total	<u>\$ 9,530,639</u>	<u>\$ 12,798,252</u>	<u>\$ 22,328,891</u>

IV. Pension Funding Policy & Section 115 Trust

In an effort to reduce Unfunded Actuarially Accrued Liabilities (“UAL”) of the City’s pension plan, the City Council approved to establish a supplemental 115 Trust account on July 19, 2022. On June 27, 2023, the City adopted a Pension funding policy to place 10% of each year-end operating surplus (Total Actual Revenues minus Total Actual Expenditures, including Transfers In and Transfers Out) in the General Fund in excess of the City’s Cash Reserve Policy into the Trust. The primary objectives of the policy are to: 1) Address the increasing annual employer required UAL contributions due to variance in actual experience versus CalPERS actuarial assumptions including investment returns. 2) Prefunding the Trust Fund account can help the City improve its UAL funding ratio faster. 3) Provide budgetary flexibility during challenging budget years or to “smooth” payment spikes that could cause financial stress on the City.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

12. DEFINED BENEFIT PENSION PLANS, Continued

B. Other City Pension Plans

I. Plan Descriptions and Funding Policies

The City administers two single-employer pension plans which are not considered to be funded as defined by GASB No. 67 and 68. These are the General Pension Plan and Police and Firemen's Pension Plan (collectively, the "Plans"). The General Pension Plan, a defined benefit pension plan, covers three former City employees (or their beneficiaries) not covered by CalPERS, all of whom have retired. The Police and Firemen's Pension Plan, a defined benefit pension plan, covers twelve retired police and fire personnel (or their beneficiaries) employed prior to October 1964. Benefit provisions for the Plans are established by City Ordinance. No separate financial statements are issued for the Plans.

The City established the Secured Pension Override Special Revenue Fund to which proceeds of a special incremental property tax levy voted by the citizens of the City of Richmond are credited for the payment of benefits under the City's pension plans. The incremental property tax revenue received for the year ended June 30, 2025 was \$28,292,298 and the City used the funds to pay General Pension Plan contributions of \$0.

Police and Firemen's Pension Plan - Funding for the Plan is provided from the Secured Pension Override Special Revenue Fund. Employees were vested after five years of service. Members of the Plan are allowed normal retirement benefits after 25 or more continuous years of service. The City is required under its charter to contribute the remaining amounts necessary to fund the Plan using the entry age-normal actuarial method as specified by Ordinance. Management of the Plan is vested in the Pension Board which consists of seven members: the Mayor, City Manager, Director of Finance, two members appointed by the Mayor, with the concurrence of four members of the City Council, each of whom shall be and remain a resident of the City in order to be a member of the Board and serve a term of five years, one representative of the Police Department and one representative of the Fire Department. The Plan is closed to new members. Retirement benefits for Plan members are calculated as one-half of the annual salary attached to the rank or position held by the retiree one year prior to the date of retirement. Surviving spouses receive 100% of the retiree's pension. Benefit terms provide for annual cost-of-living adjustments to each member's retirement allowance subsequent to the member's retirement date. The annual adjustments are an increase each year for changes in the salary attached to the retiree's rank in the year before retirement.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

12. DEFINED BENEFIT PENSION PLANS, Continued

B. Other City Pension Plans, Continued

I. Plan Descriptions and Funding Policies, Continued

General Pension Plan – Retirement and other benefits are paid from the assets of the Plan and from related investment earnings. The City is required under its charter to contribute the remaining amounts necessary to fund the Plan using the entry age-normal actuarial method as specified by Ordinance. Management of the Plan is vested in the General Pension Board which consists of seven members: the Mayor, City Manager, Director of Finance, two members appointed by the Mayor, with the concurrence of five members of the City Council, each of whom shall be and remain a resident of the City in order to be a member of the Board and serve a term of five years, and two members to be elected every five years by secret ballot vote of the rank and file of Plan employees and of Plan employees who have retired and are receiving pensions from the Plan. Four members of the General Pension Board are to be concurred in by four members.

The Plan is closed to new members. Retirement benefits for Plan members are calculated as one-half of the average annual salary attached to the position held by the retiree during the three years prior to the date of retirement. Surviving spouses receive 100% of the retiree’s pension. Benefit terms provide for annual cost-of-living adjustments to each member’s retirement allowance subsequent to the member’s retirement date. The annual adjustments are an automatic increase of 2% per year. City Council may grant additional increases of up to 3% per year to bring the total increase in a given year to 5%.

II. Significant Accounting Policies

City contributions for all plans are recognized when due and the City has made a formal commitment to provide contributions. Benefit payments and refunds are recognized when due and payable in accordance with the terms of the Plan. Administrative costs for all plans, except the investment management fees of the Police and Fireman’s Pension Plan, are paid by the City’s General Fund. The investment management fees are financed through investment earnings. Assets are valued at fair value based on available market information obtained from independent sources.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

12. DEFINED BENEFIT PENSION PLANS, Continued

B. Other City Pension Plans, Continued

III. Net Pension Liability of the Plans

The components of the net pension liability of the City for each of the Plans is the total pension liability, less each Plan’s fiduciary net position.

Actuarial Assumptions. The total pension liability for each plan as of June 30, 2025 was determined based on June 30, 2025 actuarial valuations. The following actuarial assumptions applied to all periods included in the measurement:

	Police and Firemen's Plan	General Pension Plan
Discount rate, net of investment expenses	5.20%	5.20%
Expected return on plan assets	N/A	N/A
Inflation rate (short-term)	2.50%	2.50%
Inflation rate (long-term)	2.50%	2.50%
Cost-of-living increases	2% per year	5% per year
Actuarial cost method	Entry age normal	Entry age normal
Salary increases	N/A	N/A

Mortality rates were based on the California PERS Mortality Table in its 2021 experience study (based on CalPERS 2000-2019 experience).

Discount Rates. The discount rates used to measure the total pension liability for the Police and Firemen’s Pension Plan and General Pension Plan were 5.20% and 5.20%, respectively, as of June 30, 2025 and 3.97% and 3.97%, respectively, as of June 30, 2024. The discount rate used for the total pension liability is based on the Fidelity 20-Year Municipal GO AA Index as of the measurement date.

Changes in Assumptions - The discount rate was changed from 3.97% to 5.20% based on the Fidelity 20-year municipal GO AA Index.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

12. DEFINED BENEFIT PENSION PLANS, Continued

B. Other City Pension Plans, Continued

IV. Changes in the Net Pension Liability of Each Plan

The net pension liability of each Plan is measured as of June 30, 2025 as follows:

Police and Firemen's Plan:

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability/(Asset)
Balance at June 30, 2024	\$ 5,494,894	\$ -	\$ 5,494,894
Changes in the year:			
Interest on the total pension liability	206,468	-	206,468
Differences between actual and expected experience	(1,744,085)	-	(1,744,085)
Changes in assumptions Changes in benefit terms	(174,378)	-	(174,378)
Contribution - City	-	-	-
Contribution - employer	-	594,134	(594,134)
Contribution - employees	-	-	-
Net investment income	-	-	-
Other deductions	-	-	-
Benefit payments, including member contribution refunds	(594,134)	(594,134)	-
Net changes	(2,306,129)	-	(2,306,129)
Balance at June 30, 2025	\$ 3,188,765	\$ -	\$ 3,188,765
Plan fiduciary net position as a percentage of the total pension liability			0.00%

General Pension Plan:

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability/(Asset)
Balance at June 30, 2024	\$ 358,539	\$ -	\$ 358,539
Changes in the year:			
Interest on the total pension liability	9,952	-	9,952
Differences between actual and expected experience	622,841	-	622,841
Changes in assumptions Changes in benefit terms	(27,387)	-	(27,387)
Contribution - City	-	-	-
Contribution - employer	-	217,862	(217,862)
Contribution - employees	-	-	-
Net investment income	-	-	-
Benefit payments, including refunds of employee contributions	(217,862)	(217,862)	-
Net changes	387,544	-	387,544
Balance at June 30, 2025	\$ 746,083	\$ -	\$ 746,083
Plan fiduciary net position as a percentage of the total pension liability			0.00%

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

12. DEFINED BENEFIT PENSION PLANS, Continued

B. Other City Pension Plans, Continued

IV. Changes in the Net Pension Liability of Each Plan, Continued

Sensitivity of the Net Pension Liability to Changes in the Discount Rate. The following presents the net pension liability of the City for each of the Plans, calculated using the discount rate as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	Police and Firemen's Plan	General Pension Plan
1% Decrease	4.20%	4.20%
Net Pension Liability (Asset)	\$ 3,329,187	\$ 768,191
Current Discount Rate	5.20%	5.20%
Net Pension Liability (Asset)	\$ 3,188,765	\$ 746,083
1% Increase	6.20%	6.20%
Net Pension Liability (Asset)	\$ 3,059,164	\$ 725,255

V. Actuarially Determined Contributions

As of the June 30, 2025, actuarial valuations used to calculate the actuarially determined contributions (ADC) for each Plan, the ADC's were determined using the entry-age normal cost method and the assumptions in Note 12B above.

For the Police and Firemen's Pension Plan, the City's contribution policy is to annually contribute an amount equal to (1) amortization of the unfunded liability as a level-dollar over a 10-year closed period as of July 1, 2013, plus (2) future gains and losses amortized over the same period, but not less than five years. Over the past five years, the City has contributed an average of 100% of the Actuarially Determined Contribution.

For the General Pension Plan, the City's contribution policy is to annually contribute an amount equal to (1) amortization of the unfunded liability as a level-dollar over a 6-year closed period as of July 1, 2013, plus (2) future gains and losses amortized over the same period, but not less than five years. Over the past five years, the City has contributed an average of 102% of the Actuarially Determined Contribution.

The Actuarially Determined Contribution and the actual contributions for each Plan for the year ended June 30, 2025 are presented below:

	Actuarially Determined Contribution	Amount Contributed	Percent Contributed
Police and Firemen's Pension Plan	\$ -	\$ -	n/a
General Pension Plan	-	-	n/a

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

12. DEFINED BENEFIT PENSION PLANS, Continued

B. Other City Pension Plans, Continued

VI. Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions

For the year ended June 30, 2025, the City recognized pension expense (income) for each of the Plans as follows:

	Pension Expense (Income)
Police and Firemen's Plan	\$ (1,711,995)
General Pension Plan	605,402
Total	<u>\$ (1,106,593)</u>

VII. PARS Defined Contribution Plan

Effective July 1, 2014, the City contracted with the Public Agency Retirement System (PARS), to sponsor a Section PARS 457 FICA Alternative Retirement Plan created in accordance with IRC Sections 3121(b) (7) (F) and 457(b), which is a qualified defined contribution pension plan covering all eligible part-time, seasonal and temporary employees of the City on that date and hired thereafter.

The Plan requires these employees to contribute 6.2% and the City to contribute 1.3% of the employees pay plus administration costs. The City's required contributions of \$38,369 and the employees' required contributions of \$182,991 were made during the fiscal year ended June 30, 2025.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

13. ASSETS SET ASIDE FOR POLICE AND FIREMEN’S PENSION PLANS

At June 30, 2025 the assets the City set aside to pay for the pension benefits as shown below. The value of the assets were valued at fair value. Those assets are not in an irrevocable trust thus not considered as part of the net pension liabilities balances of the pension plans.

City of Richmond Investment Pool	\$ 788,502
Wellington Trust Company Mutual Fund (Police and Firemen’s Plan)	10,636,777
Interest receivable	<u>1,898</u>
Assets available for benefits at June 30, 2025	<u>\$ 11,427,177</u>

Investment Policies

The General Pension and Police and Firemen’s Pension Plans’ policies in regard to the allocation of invested assets is established by the City Charter and may be amended by Resolution of the respective Boards. The Plans allow investments in the following:

- (a) In investments which are authorized by General law for savings banks.
- (b) In investments other than those specified in subdivision (a) hereof, including, but not limited to, corporate bonds and securities, common stocks, preferred stocks, investments in real estate and investment trusts, provided that the total amount invested pursuant to this subdivision shall not exceed 50% of the total amount of funds invested pursuant to this section, and provided further that the following conditions are met:
 - (1) Any stocks or other corporate securities, in which funds are invested, except stocks of banks, insurance companies or mutual funds, shall be registered on a national securities exchange as provided by the Federal Securities Exchange Act.
 - (2) The total amount invested in common and preferred stocks shall not exceed at cost at the time of purchase 25% of the total amount invested pursuant to this section.
 - (3) The total amount invested in the common and preferred stocks of any one company shall not exceed at cost of the time of purchase 2% of the total amount invested pursuant to this section and shall not exceed 5% of the outstanding preferred or common stock of that company.
 - (4) No funds shall be invested in the common stocks of any company unless it has paid cash dividends on such stocks in eight of the ten years immediately preceding its purchase by the Board.
 - (5) No funds shall be invested in the stocks or other securities of any company other than a bank or insurance company unless it has assets of at least one hundred million dollars (\$100,000,000), or in the stocks or other securities of a bank or insurance company unless it has assets of at least fifty million dollars (\$50,000,000).
 - (6) The total amount invested in real estate and other than real estate owned by or leased to the City of Richmond, which amount may include land, buildings, land and buildings or real estate loans, shall not exceed 25% of the total amount invested pursuant to this section and such investments shall be restricted to first trust deeds which are insured by the Federal Housing Administration or which are guaranteed by the Veterans Administration.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

14. OTHER POSTEMPLOYMENT BENEFITS

The following is a summary of the City’s OPEB amounts for the year ended June 30, 2025:

	Deferred Outflow of Resources	Net OPEB Liability	Deferred Inflow of Resources	OPEB Expense (Income)
City OPEB Plan	\$ 30,194	\$ 49,823,418	\$ 6,205,992	\$ (990,655)
RPOA OPEB Plan	691,068	3,385,569	12,208,260	(1,328,138)
	<u>\$ 721,262</u>	<u>\$ 53,208,987</u>	<u>\$ 18,414,252</u>	<u>\$ (2,318,793)</u>

A. General Information about the City’s Other Post Employment Benefit (OPEB) Plans

Plan Description - In order to qualify for postemployment medical and dental benefits an employee must retire from the City and maintain enrollment in one of the City’s eligible health plans. The City pays a portion of the CalPERS premiums for retirees and their dependents that vary by employment classification. In addition, the following eligibility rules and contribution requirements apply for future retirees, followed by current retirees. The City has two plans:

City OPEB Plan

The City is the Plan administrator, while PARS administers the investment trust. The City OPEB Plan does not issue separate financial statements. PARS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained from Public Agency Retirement Services, 4350 Von Karman Avenue, Suite 100, Newport Beach, CA, 92660.

RPOA OPEB Plan

The City of Richmond’s Police Officers Association (RPOA) Plan was established during fiscal year 2019 and the RPOA OPEB Plan joined the California Employers’ Retiree Benefit Trust (CERBT), an agent multiple-employer plan administered by CALPERS, consisting of an aggregation of single- employer plans. RPOA members who were actively employed as of January 1, 2017 transferred from the City OPEB Plan to the RPOA OPEB Plan. The CERBT issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained from the California Public Employees’ Retirement System, CERBT, P.O. Box 942703, Sacramento, CA 94229-2703.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

14. OTHER POSTEMPLOYMENT BENEFITS, Continued

A. General Information about the City's Other Post Employment Benefit (OPEB) Plans, Continued

A summary of the City OPEB Plan provisions follows:

Classification	Eligibility (Age / Service Years)	Monthly Premium Paid by City Before/After Medicare Eligibility	Employee Monthly Contribution (1)
SEIU Local 1021	Service Retirement: 50/20, 51/18, 52/16, 53/14, 54/12, 55/10 Disability Retirement: any age/10 years service	Retiree only or surviving spouse: the lesser of \$435 and medical premium Retiree +1 or more: the lesser of \$567 and medical premium Plus PEMHCA Minimum Retired on or after 7/1/1995: Reimbursement allowed towards non-PERS plans	None
IFPTE, Miscellaneous Executive Management, City Council	Service Retirement: Same as SEIU	Retiree only or surviving spouse: the lesser of \$435 and medical premium Retiree +1 or more: the lesser of \$567 and medical premium Plus PEMHCA Minimum	Effective 1/1/2017: \$50 Effective 1/1/2018: \$100
Fire Local 188	35/15	Percentage of premium (medical premium minus PEMHCA minimum) for retiree / dependents/surviving spouse up to premium for coverage. Percentage is 80%, increased to 90% after 15 years of service and 100% after 25 years of service. Total City contribution, excluding PEMHCA minimum, is capped at Kaiser non- Medicare eligible premium for coverage selected. Plus PEMHCA minimum	Effective 1/1/2017: \$200 Effective 1/1/2018: \$300 Effective 7/1/2019: \$400
Fire Management and Fire Executive Management	35/15	Percentage of premium (medical premium minus PEMHCA minimum) for retiree/dependents/surviving spouse up to premium for coverage. Percentage is 80%, increased to 90% after 15 years of service and 100% after 25 years of service. Total City contribution, excluding PEMHCA minimum, is capped at Kaiser non-Medicare eligible premium for coverage selected. Plus PEMHCA minimum	Effective 1/1/2017: \$200 Effective 1/1/2018: \$300 Effective 7/1/2019: \$400
Police Widows	Death in line of duty	Full premium of medical, dental and vision	None
Police Management and Police Executive Management	50/20, 51/18, 52/16, 53/14, 54/12, 55/10 Service includes non City service Minimum 5 years City Service	Percentage of premium (medical premium minus PEMHCA minimum) for retiree/dependents/surviving spouse up to Kaiser (1) (Pre Medicare) and 2nd highest premium plan (post Medicare). Percentage is 65% after 10 years of service, increased to 75% after 20 years of service, and 100% after 25 years of service.	Effective 7/1/2017: \$300 Effective 7/1/2018: \$425 Effective 7/1/2019: \$525

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

14. OTHER POSTEMPLOYMENT BENEFITS, Continued

A. General Information about the City's Other Post Employment Benefit (OPEB) Plans, Continued

Plan Provisions for Current Retirees		
Classification	Subgroup	Monthly Premium Reimbursement Before/After Medicare Eligibility
SEIU Local 1021	Retired July 1, 2007 or later	Same as future retirees
	Retired prior to July 1, 2007	Same as future retirees, but caps are: Retiree only or surviving spouse: \$224/\$182 Retiree +1 or more: \$344/\$284
IFPTE, Miscellaneous Executive Management	Retired July 1, 2007 or later	Same as future retirees
	Retired November 5, 1999 to June 30, 2007	Same as future retirees, but caps are: Retiree only or surviving spouse: \$224/\$182 Retiree +1 or more: \$344/\$284
	Retired before November 5, 1999	Same as future retirees, but caps are: Retiree only or surviving spouse: \$124/\$82 Retiree +1 or more: \$244/\$184
Fire Local 188		Same as future retirees
Fire Management	Retire on or after 7/1/2006	Same as future retirees
	Retire before 7/1/2006	Eligible at 35/15 Same as future retirees, but caps are: Percentage of premium for retiree/dependents/surviving spouse up to Kaiser non-Medicare eligible premium for coverage selected. Percentage is 90%, increased to 100% after 27 years of service.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

14. OTHER POSTEMPLOYMENT BENEFITS, Continued

A. General Information about the City's Other Post Employment Benefit (OPEB) Plans, Continued

Plan Provisions for Current Retirees (Continued)		
Classification	Subgroup	Monthly Premium Reimbursement Before/After Medicare Eligibility
Richmond Police Officer Association (RPOA)	Retire on or after 1/17/2017	Percent of: medical premium minus PEMHCA minimum or (percent of cap) minus dental and vision premiums but no more than \$827 per month, minus dental and vision premiums. Percentage is 50% after 10 years of service, increased to 90% after 15 years of service, and 100% after 25 years of service PEMHCA minimum
	Retire on or after 7/1/2008 but before 1/1/2017	Lesser of: percentage of premium for retiree/dependents/surviving spouse times medical, dental, and vision premium or percentage of premium for retiree/dependents/surviving spouse but no more than \$827 per month, minus dental and vision premiums. Percentage is 50% after 10 years of service, increased to 90% after 15 years of service, and 100% after 25 years of service PEMHCA minimum
	Retired between 7/1/2004 and 6/30/2008	Lesser of: percentage of premium for retiree/dependents/surviving spouse times medical premium or percentage of premium for retiree/dependents/surviving spouse but no more than \$827 per month, minus dental and vision premiums. Percentage is 50% after 10 years of service, increased to 90% after 15 years of service, and 100% after 25 years of service City also pays PEMHCA minimum. Reimbursement capped at \$614.
	Retired between 7/1/1997 and 6/30/2004	Lesser of: percentage of premium for retiree/dependents/surviving spouse times medical premium minus PEMHCA minimum or percentage of premium for retiree/dependents/surviving spouse but no more than \$827 per month, minus dental and vision premiums. Percentage is 50% after 10 years of service, increased to 90% after 15 years of service, and 100% after 25 years of service Plus PEMHCA Minimum: \$136 City also pays PEMHCA minimum. Reimbursement capped at \$550.
	Retired between 7/1/1994 and 6/30/1997	Percentage of premium (medical premium minus PEMHCA minimum) for retiree/dependents/surviving spouse including dental and vision. Percentage is 65% for 10-19 years of service, increased to 75% after 20 years of service, and 100% after 27 years of service Premium paid for dental and vision. Plus PEMHCA minimum
	Retired before 7/1/1994	Percentage of premium (medical premium minus PEMHCA minimum) for retiree/dependents/surviving spouse including dental and vision. Percentage is 65% for 10-19 years of service, increased to 75% after 20 years of service, and 100% after 27 years of service Reimbursement, excluding the PEMHCA minimum, capped at \$210 for single coverage and \$300 for 2-party coverage Premium paid for dental and vision. Plus PEMHCA minimum

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

14. OTHER POSTEMPLOYMENT BENEFITS, Continued

A. General Information about the City's Other Post Employment Benefit (OPEB) Plans, Continued

Plan Provisions for Current Retirees (Continued)		
Classification	Subgroup	Monthly Premium Reimbursement Before/After Medicare Eligibility
Police Management and Police Executive Management	Retired on or after 7/1/2008	Same as future retirees
	Retired between 1/1/1995 ⁽¹⁾ and 6/30/2008	Percentage of premium (medical premium minus PEMHCA minimum) for retiree/dependents/surviving spouse. Percentage is 65% for 10-19 years of service, increased to 75% after 20 years of service, and 100% after 27 years of service. Retired after 1/1/2007 - Reimbursement capped at Kaiser premium, excluding the PEMHCA minimum, for pre-Medicare and 2nd highest premium plan for post-Medicare for coverage selected Retired on or before 1/1/2007 - Reimbursement capped at 2nd highest premium plan, excluding the PEMHCA minimum, for coverage selected Retired on or after 7/1/1995: Reimbursement allowed towards non-PERS plans NOTE: PEMHCA is billed to employers for all CalPERS medical plans. If a member is not enrolled in a PERS plan the employer is not billed.

1) The City did provide medical premium benefits with single and 2-party caps for Police Management that retired prior to January 1, 1995, and as of June 30, 2025 there were two retirees receiving such benefits

A summary of the RPOA OPEB Plan provisions follows:

Plan Provisions for Future Retirees			
Classification	Eligibility (Age/Service Years)	Monthly Premium Paid by City Before/After Medicare Eligibility	Employee Monthly Contributions
Richmond Police Officer Association (RPOA)	10 years of service Service includes non City service Minimum 5 years City service	Lesser of: percentage of premium for retiree/dependents/surviving spouse times medical premium or percentage of premium for retiree/dependents/surviving spouse but no more than \$827 per month, minus dental and vision premiums. Percentage is 50% after 10 years of service, increased to 90% after 15 years of service, and 100% after 25 years of service Employer pays PEMHCA Minimum.	Effective 1/1/2017: \$150 Effective 1/1/2018: \$225 Effective 1/1/2019: \$250 Effective 1/1/2020: \$275 Effective 1/1/2021 \$300

Plan Provisions for Current Retirees		
Classification	Eligibility (Age/Service Years)	Monthly Premium Paid by City Before/After Medicare Eligibility
Richmond Police Officer Association (RPOA)	Retired January 1, 2017 or later	Lesser of: percentage of premium for retiree/dependents/surviving spouse times medical premium or percentage of premium for retiree/dependents/surviving spouse but no more than \$827 per month, minus dental and vision premiums. Percentage is 50% after 10 years of service, increased to 90% after 15 years of service, and 100% after 25 years of service Employer pays PEMHCA Minimum.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

14. OTHER POSTEMPLOYMENT BENEFITS, Continued

A. General Information about the City’s Other Post Employment Benefit (OPEB) Plans, Continued

For retirees eligible to continue health benefits, but failing to meet the criterion in the tables above, the City pays the Public Employees Medical and Hospital Care Act (PEMHCA) minimum, which is \$158 in 2024.

City OPEB Plan Membership – As described above, Plan membership varies based on different employee bargaining groups. As of the June 30, 2023 valuation date, membership in the City OPEB Plan consisted of the following:

Active employees electing coverage	472
Active employees waiving coverage	48
Retirees and beneficiaries receiving benefits	636
Retirees with only non-medical OPEB coverage	9
Total	<u>1,165</u>

RPOA Plan Membership – As of the June 30, 2023 valuation date, membership in the RPOA OPEB Plan consisted of the following:

Active employees electing coverage	96
Active employees waiving coverage	4
Retirees and beneficiaries receiving benefits	33
Retirees with only non-medical OPEB coverage	4
Total	<u>137</u>

B. Funding Policy and Actuarial Assumptions

City OPEB Plan

Funding Policy – During the year ended June 30, 2008, the City joined the Public Agencies Post-Retirement Health Care Defined Benefit Plan, an agent multiple employer trust administered by Public Agency Retirement Services (PARS). The balance in the City’s PARS trust account as of June 30, 2025 was \$56,551,061.

The City’s policy is to partially prefund these benefits by accumulating assets with PARS discussed above along with making pay-as-you-go payments pursuant to Resolution No. 52-06 of June 27, 2006. In July 2016, the City adopted its initial funding policy that requires the City to contribute 50% of year-end General Fund surplus in excess of the City’s minimum required reserve level into the PARS account. In an effort to pay down the unfunded liability, in January 2022, the City adopted an additional funding policy that required the City to contribute 50% of any one-time General Fund revenues. Per the adopted policy, the City made a onetime contribution from FY2022 year surplus into the PARS account totaling \$5,309,139 in Fiscal Year 2023. In June 2023, the City updated the funding policy for additional contributions. Per the current policy the City shall place 10% of year-end operating surplus in the General Fund in excess of the City’s minimum required reserve level into the Trust accounts.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

14. OTHER POSTEMPLOYMENT BENEFITS, Continued

B. Funding Policy and Actuarial Assumptions, Continued

RPOA OPEB Plan

A new Richmond Police Officers Association (RPOA) contract was implemented on January 17, 2017. The new RPOA plan includes members who were actively employed as of the January 17, 2017 contract date. The RPOA members were transferred from the OPEB Plan to the new RPOA OPEB Plan during fiscal year 2025.

Funding Policy – The RPOA plan has assets designated for OPEB. These assets are invested in California Employers' Retiree Benefit Trust (CERBT) Strategy 2, which is a qualified irrevocable trust. Contributions to the CERBT account fall under the same policy as stated under the City OPEB plan. Per the surplus contribution policy, the City made a one-time contribution from the FY2022 year surplus into the CERBT account totaling \$793,320 in FY2023. Benefit payments are not expected to be made from the trust in the near future. The City currently pays the annual retiree benefit payments using its general assets plus the annual active member contributions.

The balance in the CERBT trust account was \$13,832,777 as of June 30, 2025.

Actuarial Assumptions – The total OPEB liability for each plan was determined by an actuarial valuation as of June 30, 2023 using standard update procedures. The City OPEB plan valuation used the following actuarial assumptions applied to all periods included in the measurement, unless otherwise specified:

Actuarial Assumptions	
Valuation Date	June 30, 2023
Measurement Date	June 30, 2025
Actuarial Cost Method	Entry Age Normal Cost, level percent of pay
Actuarial Assumptions:	
Discount Rate	6.50%
Inflation	2.50%
CPI Medical Care	3.50%
Payroll Growth	3.00%
Investment Rate of Return	6.50%
Mortality	Based on assumptions for Public Agency Miscellaneous, Police and Fire members published in the 2021 CalPERS Experience Study.
Healthcare Cost Trend Rates:	
Health - Not Medicare Eligible	6.90% for FY2025, gradually decreasing over several decades to an ultimate rate of 3.90% in FY2076 and later years
Health - Medicare Eligible	5.10% for 2020, 5.10% for 2021, 4.70% for 2022, 4.70% for 2023, 5.10% for 2024, 5.10% for 2025, 5.00% for 2026-2027, 4.9% for 2028-2034 and transitioning to ultimate rate of 3.90% in 2076 and further years
Dental	To increase 3.25% annually
Vision	To increase 2.00% annually

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

14. OTHER POSTEMPLOYMENT BENEFITS, Continued

B. Funding Policy and Actuarial Assumptions, Continued

The RPOA OPEB Plan valuation used the following actuarial assumptions applied to all periods included in the measurement, unless otherwise specified:

		Actuarial Assumptions
Valuation Date		June 30, 2023
Measurement Date		June 30, 2025
Actuarial Cost Method		Entry Age Normal Cost, level percent of pay
Actuarial Assumptions:		
Discount Rate		6.10%
Inflation		2.30%
CPI Medical Care		3.50%
Payroll Growth		3.00%
Investment Rate of Return		6.10%
Mortality	Based on assumptions for Public Agency Miscellaneous, Police and Fire members published in the 2021 CalPERS Experience Study.	
Healthcare Cost Trend Rates:		
Health - Not Medicare Eligible	6.90% for FY2025, gradually decreasing over several decades to an ultimate rate of 3.90% in FY2076 and later years	
Health - Medicare Eligible	5.10% for 2020, 5.10% for 2021, 4.70% for 2022, 4.70% for 2023, 5.10% for 2024, 5.10% for 2025, 5.00% for 2026-2027, 4.9% for 2028-2034 and transitioning to ultimate rate of 3.90% in 2076 and further years	
Dental		To increase 3.25% annually
Vision		To increase 2.00% annually

Discount rate – The discount rate used to measure the total City OPEB liability was 6.50% for the City OPEB Plan and 6.10% for the RPOA OPEB Plan. The projection of cash flows used to determine the discount rate assumed that City contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the City OPEB plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long term expected rate of return on City OPEB plan investments was applied to all periods of projected benefit payments to determine the total City OPEB liability.

Generally accepted accounting principles require that the liability discount rate be the single rate that reflects the following:

- A. The long-term expected rate of return on City OPEB plan investments that are expected to be used to finance the payment of benefits, to the extent that (1) the City OPEB plan’s fiduciary net position is projected to be sufficient to make projected benefit payments and (2) City OPEB plan assets are expected to be invested using a strategy to achieve that return; and

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

14. OTHER POSTEMPLOYMENT BENEFITS, Continued

B. Funding Policy and Actuarial Assumptions, Continued

B. A yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher (or equivalent quality on another rating scale), to the extent that the conditions in A. are not met. The municipal bond rate source used as of June 30, 2023 the Fidelity 20-Year General Obligation AA Municipal Bond Index.

Changes of assumptions since the prior actuarial valuation for the City OPEB Plan were:

- The long-term investment return assumption was changed from 6.25% to 6.50% based on updated capital market assumptions.
- The discount rate was changed from 6.25% to 6.50% based on updated expectations of long-term returns on trust assets and 20-year municipal bond rates.
- The Healthcare Cost Trend Rates were changed from 6.70 to 6.50% and the ultimate rate from 3.9% to 3.9%

City OPEB Plan

Rate of Return – For the year ended June 30, 2025, the annual money-weighted rate of return on City OPEB Trust Fund investments, net of City OPEB plan investment expense, for the City OPEB Plan was 13.18%. The money weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Investment Policy – PARS offers different investment portfolios as part of the investment vehicle. The City invests in the “Balanced/Moderately Aggressive Highmark PLUS” portfolio; the primary goal of the Highmark Plus portfolio is growth of principal and income. The major portions of the assets are invested in the equity securities and market fluctuations are expected. The portfolio is constructed to control risk through three layers of diversification as follows:

Asset Class	Acceptable Range of Asset Allocation
Equity	50-70%
Fixed income	30-50%
Cash	0-20%

Investments of the City OPEB Trust Fund at June 30, 2025 consisted of \$56,551,061 invested in mutual funds.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

14. OTHER POSTEMPLOYMENT BENEFITS, Continued

B. Funding Policy and Actuarial Assumptions, Continued

The long-term expected rate of return on City OPEB Plan investments was determined using a building-block method in which best-estimates of expected future real rates of return (expected returns, net of City OPEB Plan investment expense and inflation) are developed for each major asset class. The weighted asset class estimates are combined with the inflation and investment expense assumptions to produce the portfolio long-term expected rate of return. The target allocation for the City OPEB Plan's asset allocation as of the measurement date are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
US equity-large cap	34.20%	7.50%
US equity-small cap	1.80%	8.60%
International development	13.50%	7.10%
Emerging market equity	4.50%	7.40%
REITs	3.00%	7.00%
Listed Infrastructure	3.00%	6.80%
Core Bonds	35.00%	4.70%
High yield bond	3.00%	6.80%
Cash and equivalents	2.00%	2.70%
Total	100.00%	

RPOA OPEB Plan

Rate of Return – The long-term expected rate of return on RPOA OPEB Plan investments was determined using a building-block method in which best-estimates of expected future real rates of return (expected returns, net of RPOA OPEB Plan investment expense and inflation) are developed for each major asset class. The weighted asset class estimates are combined with the inflation and investment expense assumptions to produce the portfolio long-term expected rate of return.

Investment Policy – The target allocation for the RPOA OPEB Plan's asset allocation as of the measurement date are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Equity	34.0%	6.80%
Fixed Income	41.0%	3.70%
TIPS	5.0%	2.80%
Commodities	3.0%	3.40%
REITs	17.0%	6.00%
Total	100.0%	

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

14. OTHER POSTEMPLOYMENT BENEFITS, Continued

C. Changes in Net OPEB Liability

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

	Total OPEB Liability (a)	Increase (Decrease) Plan Fiduciary Net Position (b)	Net OPEB Liability/(Asset) (a) - (b)
Balance at June 30, 2024	\$ 108,528,667	\$ 49,695,446	\$ 58,833,221
Changes Recognized for the Measurement Period:			
Service Cost	1,955,691	-	1,955,691
Interest on the total OPEB liability	6,668,378	-	6,668,378
Changes of assumptions	(3,080,959)	-	(3,080,959)
Contributions from the employer	-	8,766,569	(8,766,569)
Contributions from the employee	-	674,725	(674,725)
Net investment income	-	5,199,338	(5,199,338)
Administrative expenses	-	(87,719)	87,719
Benefit payments (1)	(7,697,298)	(7,697,298)	-
Net changes	(2,154,188)	6,855,615	(9,009,803)
Balance at June 30, 2025 (Measurement Date)	\$ 106,374,479	\$ 56,551,061	\$ 49,823,418

(1) Benefit payments equal \$5,163,208 explicit subsidy payments to retirees and \$2,534,090 implicit subsidy costs incurred during the measurement period ending 6/30/2025.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

14. OTHER POSTEMPLOYMENT BENEFITS, Continued

C. Changes in Net OPEB Liability, Continued

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

	Increase (Decrease)		
	Total OPEB Liability	Plan Fiduciary Net OPEB	Net Position Liability/(Asset)
	(a)	(b)	(a) - (b)
Balance at June 30, 2024	\$ 16,491,976	\$ 11,881,174	\$ 4,610,802
Changes Recognized for the Measurement Period:			
Service Cost	603,565	-	603,565
Interest on the total OPEB liability	973,105	-	973,105
Changes of assumptions	(804,065)	-	(804,065)
Contributions from the employer	-	351,898	(351,898)
Contributions from the employee	-	356,850	(356,850)
Net investment income	-	1,293,209	(1,293,209)
Benefit payments (1)	(348,849)	(348,849)	-
Administrative expense	-	(4,119)	4,119
Net changes	423,756	1,648,989	(1,225,233)
Balance at June 30, 2025 (Measurement Date)	\$ 16,915,732	\$ 13,530,163	\$ 3,385,569

(1) Benefit payments equal \$349,744 explicit subsidy payments to retirees and \$(895) implicit subsidy costs incurred during the measurement period ending 6/30/2024.

D. Sensitivity of the Net OPEB Liability to Changes in the Discount Rate and Healthcare Cost Trend Rates

The following presents the net OPEB liability of both plans, as well as what the net OPEB liabilities would be if it were calculated using the discount rate that is 1-percentage-point lower or 1-percentage point higher than the current discount rate:

City OPEB Plan

Net OPEB Liability/(Asset)		
Current		
Discount Rate -1%	Discount Rate	Discount Rate +1%
5.50%	6.50%	7.50%
\$ 62,569,905	\$ 49,823,418	\$ 39,263,123

RPOA OPEB Plan

Net OPEB Liability/(Asset)		
Current		
Discount Rate -1%	Discount Rate	Discount Rate +1%
5.10%	6.10%	7.10%
\$ 5,791,084	\$ 3,385,569	\$ 1,424,805

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

14. OTHER POSTEMPLOYMENT BENEFITS, Continued

D. Sensitivity of the Net OPEB Liability to Changes in the Discount Rate and Healthcare Cost Trend Rates, Continued

The following presents the net OPEB liability of both Plans, as well as what the net OPEB liabilities would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

<i>City OPEB Plan</i>			
Net OPEB Liability/(Asset)			
Current Healthcare Cost Trend Rates Various - see assumptions above			
1% Decrease		1% Increase	
\$ 40,290,191	\$ 49,823,418	\$ 61,504,792	

<i>RPOA OPEB Plan</i>			
Net OPEB Liability/(Asset) Healthcare Cost Trend			
Current Healthcare Cost Trend Rates Various - see assumptions above			
1% Decrease		1% Increase	
\$ 2,113,131	\$ 3,385,569	\$ 4,983,115	

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

For the year ended June 30, 2025, the City recognized OPEB expense (income) on the City OPEB Plan and RPOA OPEB Plan of (\$990,655) and (\$1,328,138), respectively. At June 30, 2025, the City reported deferred outflows and inflows of resources related to OPEB from the following sources:

	City OPEB Plan		RPOA OPEB Plan	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between actual and expected experience	\$ 30,194	\$ 707,216	\$ 42,597	\$ 6,022,646
Changes of assumptions	-	2,938,452	648,471	5,842,245
Net differences between projected and actual earnings on plan investments	-	2,560,324	-	343,369
Total	\$ 30,194	\$ 6,205,992	\$ 691,068	\$ 12,208,260

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

14. OTHER POSTEMPLOYMENT BENEFITS, Continued

E. OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB, Continued

Amounts reported as deferred outflows of resources and deferred inflows of resources related to the City OPEB Plan and RPOA OPEB Plan will be recognized as part of OPEB expense as follows:

<i>City OPEB Plan</i>	
Year Ended June 30,	Annual Amortization
2025	\$ (1,666,267)
2026	(2,004,746)
2027	(1,753,980)
2028	(750,805)
Total	<u>\$ (6,175,798)</u>

<i>RPOA OPEB Plan</i>	
Year Ended June 30,	Annual Amortization
2025	\$ (1,730,130)
2026	(1,969,237)
2027	(1,999,411)
2028	(1,945,124)
2029	(1,818,820)
Thereafter	(2,054,470)
Total	<u>\$ (11,517,192)</u>

15. DEFERRED COMPENSATION PLAN

City employees may defer a portion of their compensation under a City sponsored deferred compensation plan created in accordance with Internal Revenue Code Section 457. Under this plan, participants' contributions are made as pre-tax deductions and are not subject to taxation until the funds are distributed to them. Distributions may be made only at termination, retirement, death or in an emergency as defined by the plan.

The laws governing deferred compensation plan assets require plan assets to be held by a Trust for the exclusive benefit of plan participants and their beneficiaries. Since the assets held under this plan are not the City's property and are not subject to claims by general creditors of the City, they have been excluded from these financial statements.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

16. RISK MANAGEMENT

The City is exposed to various risks of loss related to theft of, damage to, and destruction of assets; general liability; errors and omissions; injuries to employees; natural disasters; and inverse condemnation. The City began self-insuring its workers' compensation in 1976. In July 2009 the City joined the California Joint Powers Risk Management Authority (CJPRMA) for general liability and employment practices coverage. In April 2009 the City joined the California State Association of Counties Excess Insurance Authority (CSAC EIA) for worker's compensation insurance. The City has chosen to establish a risk financing internal service fund where assets are accumulated for claim settlements and expenses associated with the above risks of loss up to certain limits.

Excess coverage for the risk categories excluding inverse condemnation is provided by policies with various commercial insurance carriers. Self-insurance and insurance company limits are as follows:

Type of Coverage	Self-Insurance / Deductible	Coverage Limit	Insurance Carrier
Difference in Conditions	Earthquake: 5% of total insured value of each building; minimum \$100,000 All others: \$25,000	\$50,000,000 inclusive of deductible	Various
Crime / Employee Dishonesty Property	\$2,500 per claim \$100,000 per claim; except flood zones A&V that have a deductible of \$250,000	\$20,000,000 inclusive of deductible \$400,000,000 inclusive of deductible \$100,000,000 limit for flood all zones, except zones A & V, which have a limit of \$50,000,000	National Union Fire Insurance Company Various
Boiler and Machinery	\$100,000 per claim	\$100,000,000 inclusive of deductible	Travelers Property Casualty Company
Port Liability	\$25,000 per claim	\$50,000,000 inclusive of deductible	Various
Aircraft (Drones)	N/A	Per schedule on file with the Company	Starr Indemnity & Liability Co.
Excess Workers' Compensation	\$750,000 per claim	\$50,000,000 limit	Various
Student Volunteer	N/A	\$50,000 limit	Ace American
Pollution Liability - Policy 1	\$250,000 per claim	\$20,000,000 inclusive of deductible	Ascot Specialty
Pollution Liability - Policy 2	\$250,000 per claim	\$3,000,000 limit	Ironshore Specialty Insurance
Cyber Liability	\$100,000 per claim	\$2,000,000 limit	Lloyds of London
Terrorism	\$25,000 per claim	\$100,000,000 per occurrence	Lloyd's of London
Active Shooter (Alliant Deadly Weapon Program)	\$10,000 per claim	\$2,500,000 limit	Lloyd's of London
Excess Liability	N/A	\$40,000,000 excess of \$7,500,000 SIR	Various
Auto Physical Damage (APD) and Contractors Equipment Watercraft	N/A \$1,000 per claim	\$10,000,000 Catastrophe Limit for loss per occurrence \$500,000 inclusive of deductible	Hanover Ins. Co. Various

CJPRMA

The CJPRMA provides coverage against the following types of loss risks under the terms of a joint powers agreement with the City as follows:

Type of Coverage (Deductible)	Coverage Limits
Property (\$750,000)	\$ 50,000,000
Liability (\$750,000)	40,000,000
Employment Practices (\$750,000)	5,000,000

Once the self-insured retention is exhausted on each claim, CJPRMA becomes responsible for payment of future expenses related to the claim. The City paid contributions of \$4,147,823 for the year ended June 30, 2024. Actual surpluses or losses are shared according to a formula developed from overall loss costs and spread to member entities on a percentage basis after a retrospective rating.

Audited financial statements for the CJPRMA are available from CJPRMA, 3201 Doolan Road, Suite 285, Livermore, CA 94551.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

16. RISK MANAGEMENT, Continued

CSAC-EIA

CSAC-EIA is a public entity risk pool of cities and counties within California. The CSAC-EIA provides workers’ compensation coverage up to the statutory limit and the City retains a self-insured retention of \$750,000. Loss contingency reserves established by the CSAC-EIA are funded by contributions from member agencies. The City pays an annual contribution to the CSAC-EIA, which includes its pro-rata share of excess insurance premiums, charges for pooled risk, claims adjusting and legal costs, and administrative and other costs to operate the risk pool. The City paid contributions of \$719,795 for the year ended June 30, 2025. CSAC-EIA provides insurance through the pool up to a certain level, beyond which group purchased commercial excess insurance is obtained. CSAC-EIA is currently fully funded. No provision has been made on these financial statements for liabilities related to possible additional assessments.

Audited financial statements for CSAC-EIA are available from CSAC-EIA, 75 Iron Point Circle, Suite 200, Folsom, CA 95630.

Housing Authority Insurance Group

The Housing Authority is exposed to various risks of loss related to torts: theft, damage, and destruction of assets; errors and omissions; injuries to employees and natural disaster. The Authority joined together with other entities and participates in the Housing Authority Insurance Group, a public entity risk pool currently operating as a common risk management and insurance program for its member entities. The purpose of the Housing Authority Insurance Group is to spread the adverse effects of losses among the member entities and to purchase excess insurance as a group, thereby reducing its cost.

The Authority pays annual premiums to Housing Authority Insurance Group for its property damage insurance as follows:

Property	Annual Premium	Deductible
Nystrom Village	\$ 46,074	\$ 25,000

All of the Housing Authority properties are included in the general liability coverage under the CJPRMA program.

Liability for Self-Insured Claims

The City records a liability to reflect an actuarial estimate of ultimate uninsured losses for both general liability claims (including property damage claims) and workers’ compensation claims. The estimated liability for workers’ compensation claims and general liability claims is based on case reserves and include amounts for claims incurred but not reported (IBNR), and is recorded in the Insurance Reserves Internal Service Fund. At June 30, 2025, the estimated claims payable of \$58,104,642 consisting of reserves for both reported and IBNR losses, as well as allocated loss adjustment expenses, have been recorded in the Insurance Reserves Internal Service Fund. The claims payable are reported at their present value using expected future investment yield assumptions of 3% and an 80% confidence level. The undiscounted claims totaled \$49,666,104 at June 30, 2025. Changes in the claims liabilities for the years ended June 30, 2025 and 2024 were as follows:

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

16. RISK MANAGEMENT, Continued

	2025	2024
Claims liabilities, beginning of year	\$ 52,171,564	\$ 49,681,686
Current year claims	15,165,000	15,050,000
Change in prior year claims	2,918,981	(2,494,275)
Claim payments	(8,361,304)	(7,053,266)
Legal, administrative and other expenses	(3,789,599)	(3,012,581)
Claims liabilities, end of year	<u>\$ 58,104,642</u>	<u>\$ 52,171,564</u>
Claims liabilities, due in one year	<u>\$ 15,600,347</u>	<u>\$ 14,192,093</u>

For the years ended June 30, 2025, 2024 and 2023 the amount of settlements did not exceed insurance coverage.

17. SEGMENT INFORMATION FOR ENTERPRISE FUNDS

The City's non-major enterprise funds include the following:

- Richmond Marina Fund – Marina operations and maintenance, including berth rentals and use of marina facilities.
- Storm Sewer Fund – Storm sewer management and urban runoff control.
- Cable TV Fund – Administration and enforcement of the franchise agreements with two cable television systems, management of a municipal cable channel, departmental video services, media and public information, and telecommunications planning.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

17. SEGMENT INFORMATION FOR ENTERPRISE FUNDS, Continued

Fiscal 2025 condensed financial information for the Richmond Marina Enterprise Fund is as follows:

Condensed Statement of Net Position

Assets:	
Current assets	\$ 6,074,248
Lease receivables	5,072,773
Capital assets	1,180,592
Total assets	<u>12,327,613</u>
Liabilities:	
Current liabilities	330,232
Long-term liabilities	1,780,726
Total liabilities	<u>2,110,958</u>
Deferred inflows of resources:	
Deferred inflows of resources - leases	<u>4,883,305</u>
Net position:	
Net investment in capital assets	(721,361)
Restricted for debt service	96,768
Unrestricted	5,957,943
Total net position	<u>\$ 5,333,350</u>

**Condensed Statement of Revenues, Expenses
and Changes in Net Position**

Operating revenues:	
Rental	\$ 162,777
Lease income	351,701
Operating expenses:	
General and administrative	(91,399)
Maintenance	(25,896)
Depreciation	(84,278)
Operating income	<u>312,905</u>
Nonoperating revenues (expenses):	
Interest income	383,980
Interest expense	(86,023)
Income (Loss) Before Contributions and Transfers	297,957
Transfers out	(86,778)
Change in net position	524,084
Beginning net position	4,809,266
Ending net position	<u>\$ 5,333,350</u>

Condensed Statement of Cash Flows

Net cash provided (used) by:	
Operating activities	\$ 386,942
Noncapital and related financing activities	(86,778)
Capital and related financing activities	(206,815)
Investing activities	380,221
Net increase	473,570
Beginning cash and investments	5,507,893
Ending cash and investments	<u>\$ 5,981,463</u>

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

18. COMMITMENTS AND CONTINGENCIES

A. Construction Commitments

The City's future commitments under construction and other projects totaled approximately \$238 million at June 30, 2025 for various projects.

B. Lease

The Police Department occupies leased premises owned by DiCon Fiberoptics, Inc. The City's original lease was a three-year lease which expired on December 31, 2009, and it had an option to extend for five additional one-year periods until December 31, 2014. In October 2014, the City and DiCon Fiberoptics, Inc. entered into their first five-year lease amendment ("First Amendment to the Office Lease Agreement") with the term commencing January 1, 2015 through December 31, 2019, with an option to renew for five additional one-year periods until December 31, 2024.

On November 21, 2024, the City entered into a "Second Amendment to the Office Lease Agreement" with DiCon Fiberoptics, Inc. extending the lease term for five years with five successive options each of one year to extend the Extended Term. During the initial five year extension, the Police Department will be billed a base rent of \$140,870 and additional rent of \$24,008 each calendar year. Beginning the sixth year, base rent will increase by a minimum of three percent up to a maximum of five percent.

C. Litigation

The City is involved in various claims and litigation resulting from its normal operations. The ultimate outcome of these matters is not presently determinable. In City management's opinion these matters will not have a significant adverse effect on the City's or RHA Properties' financial position, except for what is noted below:

In March 2012, a developer and Native American Tribe ("Tribe") (collectively, "Developer") filed a complaint in federal court against the United States of America, two individuals, and the City contending breach of contract related to a Land Disposition Agreement (LDA) between the Developer and the City for the development of a portion of Point Molate (approximately 80 acres) for a specific use. The Developer sought damages of \$30 million as well as lost profits of over \$750 million. The City disputed the allegations and contended that the LDA did not commit the Developer or the City to develop the property for the specific use and that the Developer's right to move forward with the development was subject to various federal approvals. The City received a favorable judgment on the matter, but an appeal by the Developer resulted in the Ninth Circuit reversing the decision. The plaintiffs filed an amended complaint.

Under the terms of the judgment, amended in August 2019, future proceeds from the sale of the property will be shared equally between the City and the Developer.

Under the amended judgment, the City was required to and did engage a new developer for the sale/transfer and development of Point Molate ("SunCal"). SunCal ultimately failed to meet certain conditions to complete the transaction and close escrow in May 2022. SunCal filed an action against the City in or around June 2022 in connection with Point Molate seeking damages as well as taking title to the property.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

18. COMMITMENTS AND CONTINGENCIES, Continued

C. *Litigation, Continued*

Separately, after the City approved SunCal's proposed project and the CEQA-required environmental impact report for Point Molate's development ("SEIR"), environmental rights groups challenged and filed appeals against the certification of SEIR. In November 2023, the appellate court set aside the SEIR and all "project related approvals". Neither the City, SunCal, nor the Tribe took any subsequent action to correct the CEQA differences. Pursuant to that Sale, the City gives up to 50% share of sales proceeds under the Amended judgment and there are mutual waivers. By September 2025, the sale and transfer to the District was completed.

Further based on the decertification of the SEIR, in March 2025, the City prevailed in the SunCal action and obtained judgment, which SunCal immediately appealed.

While it appears that all matters under the Federal Judgment are satisfied, SunCal's appeal of judgment in favor of the City remains ongoing. While the subject contracts were set aside based on the appellate CEQA ruling, and therefore the agreements at issue are invalidated, SunCal continues to press litigation claiming over \$70 million lost profit damages and other claims that the City denies. The City no longer owns the subject property; the Tribe obtained title in 2022 under the Amended Judgment and completed the sale to the District. SunCal previously sought to enjoin the transfer to the Tribe but the Court refused to issue the injunction in or around August 2022. The pending appeal is to determine whether the trial court's ruling dismissing SunCal's action based on the CEQA decision was correct. If the court of appeals agree with SunCal, the case will be sent back to the trial court to litigate SunCal's claims that may survive the CEQA ruling, e.g., that the City's alleged failure to transfer the property to SunCal remains irrespective of CEQA. The City may be negatively impacted should the court rule in favor of reopening the case. As stated, significant damages are sought, yet a good portion of the damages should be limited due to the CEQA ruling. The City also has strong defenses including the parties' no damages contract clauses in the contracts and SunCal's inability to close escrow. However, any such impact cannot be determined at this time, as SunCal's appeal of its adverse judgment is underway. It is anticipated that a resolution of the appeal will be completed by the end of 2026.

D. *Grant Programs*

The City participates in several federal and state grant programs. These programs are subject to further examination by the grantors and the amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time.

E. *Housing Authority - Easter Hill Project*

The Authority participated in several federally assisted programs, principally the Low-Income Public Housing Program and the HOPE VI Revitalization Grant. Although future reviews may identify disallowed costs, the Authority does not expect any such amounts to materially affect the accompanying financial statements.

In June 2000, the Authority received a \$35 million HOPE VI grant from Department of Housing and Urban Development (HUD) to revitalize the former 300-unit Easter Hill Public Housing Project, later renamed Richmond Village. The \$120 million redevelopment was financed through multiple public and private partners, with approximately \$108 million dedicated to physical improvements and \$12 million to relocation, services, and administrative costs, resulting in approximately 320 new rental and

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

18. COMMITMENTS AND CONTINGENCIES, Continued

E. *Housing Authority - Easter Hill Project, Continued*

homeownership units, a community center, and other amenities. McCormack Baron Salazar, Inc. and Em Johnson Interest, Inc. served as the development team, completing and leasing all rental units and constructing and selling all 82 homeownership units. Upon completion, the Authority recorded \$14,276,909 as reimbursement from the developer.

For Richmond Village, the Authority advanced RAD repositioning activities by completing the exit of the investor limited partner, executing a Memorandum of Understanding with McCormack Baron Salazar, Inc. and the Community Housing Development Corporation, securing the RAD Commitment to Housing Assistance Payments (CHAP) on December 3, 2024. The Authority and its partners pursued a RAD/Section 18 Small Public Housing Authority blend conversion for Richmond Village I, II, and III and initiated required due-diligence activities - including the environmental review and Physical Needs Assessment - to support preparation of the RAD Financing Plan, anticipated for submission by September 2026. Point Molate - Pollution Remediation

F. *Point Molate - Pollution Remediation*

In September 2008, the City entered into an Early Transfer Cooperative Agreement (ETCA) with the United States Department of the Navy the (Navy) to facilitate the transfer of 41 acres of property that was formerly the Naval Fuel Depot Point Molate (Point Molate). The ETCA identifies certain known pollution issues with the property, and the Navy is the responsible party. However, under the provisions of the ETCA, the Navy advanced \$28 million to the City representing the estimated cost of cleanup, and the City committed to manage the project. Any pollution found that was not caused by the Navy's use of the land is to be paid by the City, however, as of June 30, 2025, no additional pollution has been identified.

The City also entered into an agreement in September 2008 with a Developer to sell approximately 134 acres of land located on Point Molate along with the 41 acres of which the Navy is to transfer to the City. The Developer is to complete the cleanup on behalf of the City in accordance with the requirements of the ETCA. The City committed to pass-through the funds received from the Navy to the Developer.

In April 2010, the City and Developer entered into an agreement to establish a fiscal agent escrow account to maintain the funds held for the remediation of Point Molate. The funds advanced by the Navy are to be held in escrow with a fiscal agent and the agent is responsible for disbursing funds to the Developer as costs are incurred. The terms of the agreement are effective until a certificate of completion is issued for the remediation of the property.

Under the terms of the agreements with the Navy and the Developer, the City does not retain responsibility for the cleanup of the known pollution. The City is merely acting as a pass-thru of the grant funds from the Navy to the Developer and the activities for the project are reported in the Pt. Molate Private-Purpose Trust Fund.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

18. COMMITMENTS AND CONTINGENCIES, Continued

G. Other - Major Taxpayer

In fiscal year 2009, a major business license taxpayer filed a complaint challenging the legality of Measure T, a voter initiative that took effect on January 1, 2009. Measure T amended the City's business license tax calculation for manufacturers. Although the City believed Measure T to be lawful, the court ruled on December 17, 2009 that the tax was unconstitutional. The court ruled in favor of the business license taxpayer awarding a refund of the \$20.5 million Measure T taxes paid. The City filed an appeal, however in May 2010 the taxpayer and the City entered into a settlement agreement in order to achieve certainty in the tax revenue that the City will receive from the taxpayer over the next 15 years. The agreement provides for annual payments from the taxpayer ranging from \$4 million to \$13 million starting July 1, 2011, with payments totaling \$114 million. In addition, the agreement incorporated the prior settlement of a dispute over fiscal year 2006, 2007 and 2008 utility user's taxes totaling \$28 million that was paid in four installments beginning in fiscal year 2009. Payments totaling \$114 million were received under the settlement agreements in fiscal years 2011 through 2025.

In August 2024, the City adopted a resolution that removed from the November 5, 2024 ballot a proposed business license tax on oil refining and a resolution that approved a tax settlement agreement between the City and the same business license taxpayer. With the tax settlement agreement, the taxpayer agreed to pay \$550 million over the next ten years beginning in fiscal year 2026.

H. Marina Bay - Pollution Remediation

The Successor Agency owned a group of land tracts collectively referenced as the "Nine Deed Restricted Properties." The Successor Agency was named as a responsible party at these sites under a Voluntary Cleanup Agreement with the State Department of Toxic Substances Control (DTSC) to conduct pollution monitoring and remediation. However, the Successor Agency received approval from the DOF to transfer the properties and their maintenance to the City on June 30, 2016. Therefore, the City is now the responsible party at the sites. These nine properties sit within the larger Marina Bay development site. A Remediation Action Plan (RAP) was prepared for Marina Bay in 1993 and included references to each of the Deed Restricted Properties.

Eight of the nine deed restricted properties are subject to an Operations & Maintenance (O&M) Plan. The O&M Plans require annual inspections of the cap material and reporting of the findings to DTSC. The O&M Plans also require that a five-year review report be prepared and submitted to DTSC. The five-year review reports describe the inspection and maintenance activities that were performed over the previous five years. The annual inspection costs are estimated at \$15,500, with the five year review estimated at \$41,000 (this cost includes revising a previously submitted work plan, conducting the review, and preparing the report). The monitoring costs over a five-year period are estimated at \$135,000. Additionally, costs for environmental consultation to address DTSC concerns at the nine deed restricted properties are estimated at \$15,000 annually.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

18. COMMITMENTS AND CONTINGENCIES, Continued

H. Marina Bay - Pollution Remediation, Continued

The RAP was subsequently amended in 2008 to address Area T, one of the Nine Deed Restricted Properties. The amended RAP subjects the site to groundwater sampling and analysis. The approximate annual costs for the existing groundwater sampling and analysis program is \$30,100. The known pollution at this site are petroleum hydrocarbons dissolved in groundwater. Active remediation was conducted from September 2008 through June 2020 by the former Redevelopment Agency and the Successor Agency and the active remediation has been successful at removing a layer of petroleum hydrocarbons on the groundwater. However, the groundwater impacted with dissolved petroleum hydrocarbons is located in close proximity to the Marina Bay harbor. It is anticipated that DTSC will request that the Successor Agency submit a work plan describing the methods to petroleum hydrocarbons at Area T. Groundwater impacted by dissolved petroleum hydrocarbons is anticipated to be required by DTSC.

The Successor Agency requested that its consultant prepare a feasibility study and cost analysis to conduct such remediation. The preliminary cost estimate to implement the groundwater remediation program is estimated at \$135,000. A plan to maintain the cap on Area T will be prepared and the cost for this plan is \$7,500. This preliminary estimate has not been accrued as a liability in the City's Statement of Net Position. This estimate is also subject to change from price increases or reductions, technology, and changes in applicable laws or regulations.

A Covenant to Restrict Use of Property for Area FM, also one of the Nine Deed Restricted Properties, was recorded on March 21, 2005. As described in the deed restriction, the remedial alternative for Area FM includes installing and maintaining a temporary 1-foot-thick soil cap over the property as an interim measure; the final cap will consist of hardscape including commercial buildings, roadways, and parking areas. The deed restriction also requires the preparation of an O&M Plan. According to a DTSC-approved Remedial Design and Implementation Plan (RDIP) for Area FM, the proposed permanent cap will be implemented during site redevelopment activities and will consist of building foundations and slabs, paved walkways and parking areas, landscaping and other features constructed over the site. Site redevelopment has yet to occur, the interim temporary cap has not been implemented, and the O&M Plan has yet to be prepared for Area FM. DTSC is requiring the City to construct the temporary cap on Area FM. The City is preparing to construct a temporary asphalt cap to minimize surface water runoff and reduce routine maintenance and prepared a Work Plan Amendment for Construction of Temporary Asphalt Cap. Upon approval by DTSC, the City will install the temporary cap. The cost to prepare the planning documents, conduct observation, documentation, and reporting of the cap installation, as well as preparation of an O&M Plan is \$176,800. The estimate cost to construct the temporary cap can't be made at this time.

DTSC has also requested that the City provide documentation of the dredging conducted within the Marina Bay harbor. The cost to prepare the document is \$1,500. DTSC has also requested that the City prepare and implement a work plan to conduct a supplemental subsurface investigation at Area FM. The scope of work includes: (1) installing and sampling groundwater monitoring wells; (2) installing and sampling soil vapor probes; and (3) soil sampling. The cost to perform the supplemental investigation is not known at the time. Additionally, DTSC has requested that the City submit a real estate title report for Area FM.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

18. COMMITMENTS AND CONTINGENCIES, Continued

I. Encumbrances

The City uses an encumbrance system as an extension of normal budgetary accounting for governmental 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 restricted, committed or assigned fund balance, depending on the classification of the resources to be used to liquidate the encumbrance, since they do not constitute expenditures or liabilities. Outstanding encumbrances at year-end are automatically reappropriated for the following year. Unencumbered and unexpended appropriations lapse at year-end. Encumbrances outstanding as of June 30, 2025 were as listed below:

	<u>Amount</u>
General Fund	\$ 731,521
General Purpose Fund	3,857,975
Community Development and Loan Programs Fund	62,091
General Capital Improvement Fund	3,948,247
Non-Major Governmental Funds	<u>14,074,738</u>
	<u>\$ 22,674,572</u>

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

19. REDEVELOPMENT AGENCY DISSOLUTION AND SUCCESSOR AGENCY ACTIVITIES

A. *Redevelopment Dissolution*

The State of California adopted ABx1 26 on June 28, 2011, amended by AB1484 on June 27, 2012, which suspended all new redevelopment activities except for limited specified activities as of that date and dissolved redevelopment agencies on January 31, 2012.

The suspension provisions prohibit all redevelopment agencies from a wide range of activities, including incurring new indebtedness or obligations, entering into or modifying agreements or contracts, acquiring or disposing of real property, taking actions to adopt or amend redevelopment plans and other similar actions, except actions required by law or to carry out existing enforceable obligations, as defined in ABx1 26.

ABx1 26 and AB1484 created three regulatory authorities, the Successor Agency Oversight Board, State Controller and Department of Finance (DOF), to review former Agency's asset transfers, obligation payments and wind down activities. ABx1 26 specifically directs the State Controller to review the activities of all redevelopment agencies to determine whether an asset transfer between an agency and any public agency occurred on or after January 1, 2011. If an asset transfer did occur and the public agency that received the asset is not contractually committed to a third party for the expenditure or encumbrance of the asset, the legislation purports to require the State Controller to order the asset returned to the Redevelopment Agency or, on or after February 1, 2012, to the Successor Agency. The State Controller's Office completed its asset transfer review in November 2013 and the State ordered the return of certain assets to the Successor Agency to the Redevelopment Agency. The City complied with certain aspects of the State's order during fiscal year 2013 by returning applicable capital assets to the Successor Agency and the Oversight Board retroactively approved other prior transfers to the City and the State has indicated that no further action is necessary. The State also ordered the return of assets previously transferred to the City as Housing Successor totaling \$16,460,848, because the transfer of the housing assets had not been approved by the Oversight Board. The Oversight Board adopted a Resolution on February 25, 2014 retroactively approving the transfer of the loans to the Housing Successor.

Effective January 31, 2012, the Redevelopment Agency was dissolved. Certain assets of the Redevelopment Agency Low and Moderate Income Housing Fund were distributed to a Housing Successor; and the remaining Redevelopment Agency assets and liabilities were distributed to a Successor Agency.

Under the provisions of AB 1484, the City can elect to become the Housing Successor and retain the housing assets. The City elected to become the Housing Successor and on February 1, 2012, certain housing assets were transferred to the City's Low and Moderate Income Housing Fund which is included in the Community Development and Loan Programs Special Revenue Fund. The activities of the Housing Successor are reported in the Low and Moderate Income Housing Asset Fund as the City has control of those assets, which may be used in accordance with the low and moderate income housing provisions of California Redevelopment Law.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

19. REDEVELOPMENT AGENCY DISSOLUTION AND SUCCESSOR AGENCY ACTIVITIES,
Continued

A. *Redevelopment Dissolution, Continued*

The City also elected to become the Successor Agency and on February 1, 2012 the Redevelopment Agency's remaining assets were distributed to and liabilities were assumed by the Successor Agency. ABx1 26 requires the establishment of an Oversight Board to oversee the activities of the Successor Agency and one was established in April 2012. As of July 1, 2018, Contra Costa County has formed a county-wide Oversight Board to oversee the activities of all Successor Agencies within the County, including Richmond. The activities of the Successor Agency are subject to review and approval of the Oversight Board, which is comprised of seven members, including one member of City Council and one former Redevelopment Agency employee appointed by the Mayor.

AB1484 required the Successor Agency to complete two due diligence reviews - one for the low and moderate income housing assets of the Successor Agency (Housing DDR), and a second for all other balances of the Successor Agency (Non-housing DDR). The due diligence reviews were to calculate the balance of unencumbered balances as of June 30, 2012 available to be remitted to the County for disbursement to taxing entities. The Successor Agency submitted both due diligence reviews to the State Department of Finance for review and approval. The Department of Finance approved the Housing DDR, after making an adjustment, and the Successor Agency remitted the unencumbered balance of \$4,067,242 to the County in November 2014. The Department of Finance approved the Non-housing DDR in December 2014, and no funds were required to be remitted to the County. The Successor Agency received a Finding of Completion on December 9, 2014.

The activities of the Successor Agency are reported in the Successor Agency to the Richmond Community Redevelopment Agency Private-Purpose Trust Fund as the activities are under the control of the Oversight Board. The City provides administrative services to the Successor Agency to wind down the affairs of the former Redevelopment Agency.

Cash and investments of the Successor Agency as of June 30, 2025 are discussed in Note 2 above. Information presented in the following footnotes represents other assets and liabilities of the Successor Agency as of June 30, 2025.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

19. REDEVELOPMENT AGENCY DISSOLUTION AND SUCCESSOR AGENCY ACTIVITIES,
Continued

B. Capital Assets

The Successor Agency assumed the non-housing capital assets of the Redevelopment Agency as of February 1, 2012. All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Contributed capital assets are valued at their estimated fair market value on the date contributed. The Successor Agency's policy is to capitalize all assets with costs exceeding certain minimum thresholds and with useful lives exceeding two years.

C. Long-term Obligations

The following is a summary of long-term debt transactions during the year ended June 30, 2025:

	Balance July 1, 2024	Additions (A)	Retirements	Balance June 30, 2025	Due Within One Year	Due in More than One Year
Bonds Payable	\$29,517,830	\$ 141,180	\$ (4,545,000)	\$ 25,114,010	\$ 5,675,000	\$ 19,439,010
Loans payable from direct borrowing	9,985,000	-	(2,310,000)	7,675,000	2,455,000	5,220,000
Total	<u>\$ 39,502,830</u>	<u>\$ 141,180</u>	<u>\$ (6,855,000)</u>	<u>\$ 32,789,010</u>	<u>\$ 8,130,000</u>	<u>\$ 24,659,010</u>

(A) Includes bond accretion for capital appreciation bonds totaling \$565,798.

Bonds Payable

Bonds payable at June 30, 2025 consisted of the following:

	Net
Subordinate Tax Allocation Bonds - 2007 Series B	\$ 8,860,367
Successor Agency of RCRA Refunding Bonds - 2014 Series A & B	2,309,249
Successor Agency of RCRA Refunding Bonds - 2021 Series A & B	13,944,394
Total	<u>\$ 25,114,010</u>

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

19. REDEVELOPMENT AGENCY DISSOLUTION AND SUCCESSOR AGENCY ACTIVITIES,
Continued

C. Long-term Obligations, Continued

Richmond Community Redevelopment Agency Subordinate Tax Allocation Bonds Series 2007A and Series B - Original Issue Series A \$65,400,000, Series B \$9,772,622

On July 12, 2007 the Redevelopment Agency issued Series 2007A Subordinate Tax Allocation Bonds in the amount of \$65,400,000. The proceeds from the Bonds were used to pay the amount of \$22,000,000 to the City to assist with the financing of the Civic Center Project, and to fund other Redevelopment Agency projects.

The 2007A Subordinate Tax Allocation Bonds were issued as variable auction rate bonds with interest calculated every thirty-five days, however, the Agency entered into a 29-year interest rate swap agreement for the entire amount of its 2007A Subordinate Tax Allocation Bonds. In fiscal year 2010 the Agency experienced a significant decline in tax increment revenue. In order to bring debt service in line with current revenues and maintain compliance with the required 1.4:1 tax increment to debt service coverage ratio, the Agency suspended a number of projects originally funded by the 2007A Bonds and applied approximately \$36 million of the unspent 2007A proceeds and other available funds along with the proceeds from the issuance of the Subordinate Tax Allocation Refunding Bonds, Series 2010A to refund the outstanding balance of the 2007A Bonds. As part of the issuance of the 2010A Bonds, the interest rate swap agreement associated with the 2007A Bonds was amended and restated as discussed with the Series 2010A Bonds below.

On July 12, 2007 the Redevelopment Agency issued Series 2007B Housing Set-Aside Subordinate Tax Allocation Capital Appreciation Bonds in the amount of \$9,772,622 at interest rates ranging from 5.57% to 6.40%. The proceeds from the 2007B Bonds will be used to finance certain low and moderate income housing activities of the Redevelopment Agency. The 2007B Bonds mature annually through 2037, in amounts ranging from \$465,000 to \$2,020,000. The 2007B Bonds are secured by a pledge of subordinated housing and non-housing tax revenues.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

19. REDEVELOPMENT AGENCY DISSOLUTION AND SUCCESSOR AGENCY ACTIVITIES,
Continued

C. Long-term Obligations, Continued

Richmond Community Redevelopment Agency Subordinate Tax Allocation Bonds Series 2007A and Series B - Original Issue Series A \$65,400,000, Series B \$9,772,622, Continued

At June 30, 2025, the 2007B Bonds consisted of the following:

	Value	Accretion / Amortization	Unamortized Premium (Discount)	Net
Capital appreciation bonds	\$ 12,040,000	\$ 565,798	\$ (3,745,431)	\$ 8,860,367

The annual debt service requirements on the 2007B Bonds are as follows:

For the Years Ending June 30,	Principal
2026	\$ 1,230,000
2027	1,285,000
2028	2,020,000
2029	830,000
2030	830,000
2031-2035	4,175,000
2036-2037	1,670,000
Total	\$ 12,040,000

Successor Agency to the Richmond Community Redevelopment Agency Refunding Bonds 2014 Series A & B - Original Issue Amounts \$25,795,000 and \$1,655,000, respectively

The 2014 A & B Bonds were issued on March 27, 2014 by the Successor Agency to the Richmond Community Redevelopment Agency. The proceeds of the Bonds, together with other available funds, were used to refund and defease the outstanding balance of the current interest portion of the 1998 Harbour Redevelopment Project Tax Allocation Refunding Bonds Series A, and the outstanding balances of the Richmond Joint Powers Financing Authority Tax Allocation Revenue Bonds Series 2000 A & B and Richmond Joint Powers Financing Authority Tax Allocation Revenue Bonds Series 2003A. Interest rates range from 1.40% to 5.00% and is payable semiannually on March 1 and September 1. The 2014A Bonds mature annually on each September 1 through 2025 while the 2014B Bonds mature annually on each September 1 through 2018. Both Bonds are secured by a pledge of Redevelopment Property Tax Trust Fund revenues. The outstanding balances of the defeased debt as of June 30, 2025 were as follows:

Harbour Tax Allocation Refunding Bonds - 1998 Series A	\$ 2,290,000
Total	\$ 2,290,000

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

19. REDEVELOPMENT AGENCY DISSOLUTION AND SUCCESSOR AGENCY ACTIVITIES,
Continued

C. Long-term Obligations, Continued

Successor Agency to the Richmond Community Redevelopment Agency Refunding Bonds 2014 Series A & B - Original Issue Amounts \$25,795,000 and \$1,655,000, respectively, Continued

At June 30, 2025, the 2014 A & B Bonds consisted of the following:

Bonds outstanding	\$	2,290,000
Unamortized premium		19,249
Net	\$	<u>2,309,249</u>

The annual debt service requirements on the A & B bonds are as follows:

For the Years Ending June 30,	Principal	Interest	Total
2026	\$ 2,290,000	\$ 54,750	\$ 2,344,750
Total	<u>\$ 2,290,000</u>	<u>\$ 54,750</u>	<u>\$ 2,344,750</u>

Successor Agency to the Richmond Community Redevelopment Agency Refunding Bonds 2021 Series A & B - Original Issue Amounts \$15,070,000 and \$2,665,000, respectively

On December 18, 2020, the Redevelopment Agency issued Series 2020A&B Community Redevelopment Agency Refunding Bonds. The proceeds was used to repay a portion of the obligations of the Successor Agency under a Loan Agreement (Housing), dated as of October 1, 2004, by and between the Former Agency and the Richmond Joint Powers Financing Authority that secures payment of the Richmond Joint Powers Financing Authority Housing Set-Aside Tax Allocation Revenue Bonds, Series 2004B (Tax-Exempt) in the outstanding principal amount of \$720,000, and refund the \$21,625,000 outstanding principal amount of Richmond Community Redevelopment Agency Subordinate Tax Allocation Refunding Bonds (Merged Project Areas), 2010 Series A (the "2010A Bonds" and, together with the 2004 Loan Agreement, the "Prior Obligations").

The Series 2021 Refunding Bonds will each be issued as fully registered Bonds and, when delivered, will be registered in the name of Cede & Co., as nominee of The Depository Trust Company, New York, New York ("DTC"). DTC will act as securities depository for the Series 2021 Refunding Bonds, as more fully described in APPENDIX G. The Series 2021 Refunding Bonds will be dated the date of delivery and issued in registered form in denominations of \$5,000 or any integral multiple of \$5,000 and will mature on September 1 of each year in the amounts as set forth on the inside cover page. Interest on the Series 2021 Refunding Bonds will be payable on each March 1 and September 1, commencing September 1, 2021.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

19. REDEVELOPMENT AGENCY DISSOLUTION AND SUCCESSOR AGENCY ACTIVITIES,
Continued

C. Long-term Obligations, Continued

Successor Agency to the Richmond Community Redevelopment Agency Refunding Bonds 2021 Series A & B - Original Issue Amounts \$15,070,000 and \$2,665,000, respectively, Continued

At June 30, 2025, the bond premium consisted of the following:

	Value	Unamortized Premium (Discount)	Net
Successor Agency Bond 2021A & B	\$ 12,965,000	\$ 979,394	\$ 13,944,394

The annual debt service requirements on the A & B bonds are as follows:

For the Years Ending June 30,	Principal	Interest	Total
2026	\$ 2,155,000	\$ 458,700	\$ 2,613,700
2027	2,045,000	374,700	2,419,700
2028	6,075,000	212,300	6,287,300
2029	260,000	85,600	345,600
2030	270,000	75,000	345,000
2031-2035	1,640,000	186,000	1,826,000
2036-2037	520,000	10,400	530,400
Total	\$ 12,965,000	\$ 1,402,700	\$ 14,367,700

Loans Payable

The Richmond Joint Powers Financing Authority (Authority) has issued the Bonds listed below to assist in financing the Agency's operations. The Authority has retained reserve amounts required under the respective Bond indentures and loaned the net proceeds of these Bond issues to the Agency. The Authority is responsible for paying principal and interest on the Bonds; the Agency is responsible for making payments to the Authority in the amounts shown below.

The outstanding balances of loans payable to the Authority at June 30, 2025 came from the Bond issues listed below:

JPFA Tax Allocation Revenue Bonds - 2003 Series B	\$ 1,705,000
JPFA Tax Allocation Revenue Bonds - 2004 Series A & B	5,970,000
Total	<u>\$ 7,675,000</u>

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

19. REDEVELOPMENT AGENCY DISSOLUTION AND SUCCESSOR AGENCY ACTIVITIES,
Continued

C. Long-term Obligations, Continued

Loan from the Authority dated August 1, 2003

In 2003, the Authority issued 2003 Tax Allocation Revenue Bonds Series A and Series B in the original amount of \$28,580,000. The net proceeds of the bond issue were loaned to the Agency to provide funding for certain capital improvements and to repay the City of Richmond \$18,000,000 in partial payment of prior obligations. Under the terms of the loan agreement between the Agency and the Authority dated August 1, 2003, repayment of the loan is being made from certain tax increment revenues derived from taxable property within the Post-2004 Limit Area pledged by the Agency for the purpose of loan repayment. On March 27, 2014, the Agency issued the Successor Agency to the Richmond Community Redevelopment Agency Refunding Bonds 2014 Series A & B which resulted in the refunding and defeasance of the outstanding balance of the 2003 Series A Bonds in the amount of \$12,910,000, as discussed above.

At issuance, the Bonds were insured by MBIA Insurance Corporation (which was reinsured by National Public Finance Guarantee Corporation (“NPFGC”). On December 5, 2017, Kroll Bond Rating Agency downgraded its insurance financial strength rating for NPFGC from ‘AA+’ to ‘AA’ and subsequently withdrew the rating citing business reasons. On January 17, 2018, Moody’s Investors Service (“Moody’s”) downgraded its insurance financial strength rating on NPFGC from ‘A3’ to ‘Baa2’. As a result of the foregoing, Moody’s downgraded its Insured Rating on the Bonds from ‘A3’ to ‘Baa2’. On February 13, 2019, S&P Global Ratings (formerly Standard and Poor’s Ratings Services) upgraded its Local Currency Long-Term and Underlying Ratings on the Bonds from ‘A+’ to ‘AA-’.

The annual debt service requirements on the 2003 Series B loan as of June 30, 2025 are as follows:

For the Years Ending June 30,	Principal	Interest	Total
2026	\$ 1,705,000	\$ 53,708	\$ 1,758,708
Total	\$ 1,705,000	\$ 53,708	\$ 1,758,708

Loan from the Authority dated October 1, 2004

In 2004, the Authority issued the 2004 Tax Allocation Revenue Bonds Series A and Series B in the original amounts of \$15,000,000 and \$2,000,000, respectively. The net proceeds of the bond issue were loaned to the Agency to provide funding for certain capital improvements, low/moderate income housing and to repay the City of Richmond \$6,367,031 in prior obligations. Under the terms of the loan agreement between the Agency and the Authority dated August 1, 2003, repayment of the loan is being made from certain subordinate housing and non-housing tax increment revenues derived from the taxable property within the Merged Project Area pledged by the Agency for the purpose of loan repayment.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

19. REDEVELOPMENT AGENCY DISSOLUTION AND SUCCESSOR AGENCY ACTIVITIES,
Continued

C. Long-term Obligations, Continued

Loan from the Authority dated October 1, 2004, Continued

The annual debt service requirements for these loans as of June 30, 2025 are as follows:

For the Years Ending June 30,	Principal	Interest	Total
2026	\$ 750,000	\$ 304,368	\$ 1,054,368
2027	5,220,000	141,984	5,361,984
Total	<u>\$ 5,970,000</u>	<u>\$ 446,352</u>	<u>\$ 6,416,352</u>

Pledge of Redevelopment Tax Increment Revenues

The Bond issues and loans payable to the Authority discussed above consist of senior and parity obligations secured by future tax increment revenues. The pledge of all future tax increment revenues (housing and non-housing revenue) ends upon repayment of \$54,618,772 remaining debt service on the Bonds and loans which is scheduled to occur in 2037.

With the dissolution of the Redevelopment Agency discussed above, Tax Increment is no longer distributed, and instead the Successor Agency receives payments from the County’s Redevelopment Property Tax Trust Fund (RPTTF) that are to be used to fund debt service on the Bonds, with no distinction between housing and non-housing revenues. In addition, under the provisions of the laws dissolving the Redevelopment Agency, the Successor Agency only receives the funds necessary to fulfill its approved obligations. Total property taxes available for distribution to the Successor Agency and other taxing entities for fiscal year 2025 calculated by the County Auditor–Controller were \$47,357,204. The total received by the Successor Agency for fiscal year 2025 debt service and other enforceable obligations was \$10,414,679, which the Successor Agency used along with cash on-hand to pay debt service of \$15,542,610.

Debt Without Agency or City Commitment

A special assessment district has been established in an area of the Agency to provide improvements to properties located in that district. Properties in the district are assessed for the cost of improvements: these assessments are payable solely by property owners over the term of the debt issued to finance these improvements. The Agency is not legally or morally obligated to pay these debts or be the purchaser of last resort of any foreclosed properties in these special assessment districts, nor is it obligated to advance Agency funds to repay these debts in the event of default.

One District, Marina Westshore Community Facilities District No. 1998-1, had issued Community Facilities District No. 1998-1 Special Tax Bonds which had a remaining balance outstanding of \$1,095,000 at June 30, 2025.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

19. REDEVELOPMENT AGENCY DISSOLUTION AND SUCCESSOR AGENCY ACTIVITIES,
Continued

C. Long-term Obligations, Continued

Conduit Debt

The Agency has assisted private-sector entities by sponsoring their issuance of debt for purposes the Agency deems to be in the public interest. These debt issues are secured solely by the property financed by the debt. The Agency is not legally or morally obligated to pay these debts or be the purchaser of last resort of any foreclosed properties secured by these debts, nor is it obligated to advance Agency funds to repay these debts in the event of default by any of these issuers. At June 30, 2025, the balance of the issuers' outstanding debt was as follows:

Crescent Park Apartment Project, 2007 Series A & Series A-T Revenue Bonds	\$ 14,357,879
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D. Commitments and Contingencies

State Approval of Enforceable Obligations

The Successor Agency prepares a Recognized Obligation Payment Schedule (ROPS) annually that contains all proposed expenditures for the subsequent twelve-month period. The ROPS is subject to the review and approval of the Oversight Board as well as the State Department of Finance. Although the State Department of Finance may not question items included on the ROPS in one period, they may question the same items in a future period and disallow associated activities. The amount, if any, of current obligations that may be denied by the State Department of Finance cannot be determined at this time. The City expects such amounts, if any, to be immaterial.

City of Richmond
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

20. NEW ACCOUNTING STANDARDS

Accounting Standards Adopted

- GASB Statement No. 101, Compensated Absences – The primary objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The requirement of this statement applied to the City for the current fiscal year.
- GASB Statement No. 102, Certain Risk Disclosures. The primary objective of this Statement is to provide users of government financial statements with essential information about risks related to government’s vulnerabilities due to certain concentrations or constraints. The City implemented the statement but did not result in any disclosure.

New Accounting Standards

The City is currently analyzing its accounting practices to determine the potential impact on the financial statements for the following GASB Statements:

- GASB Statement No. 103, Financial Reporting Model Improvements. The primary objective of this Statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government’s accountability. The requirements of this Statement are going to be effective for the City’s year ending June 30, 2026.
- GASB Statement No. 104, Disclosure of Certain Capital Assets. The primary objective is to provide users of government financial statements with essential information about certain types of capital assets, including their nature, use, and related financial impacts. The requirements of this Statement are going to be effective for the City’s year ending June 30, 2026.
- GASB Statement No. 105, Subsequent Events. The primary objective is to improve the financial reporting requirements for subsequent events, thereby enhancing consistency in their application and better meeting the information needs of financial statement users. The requirements of this Statement are going to be effective for the City’s year ending June 30, 2027.

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**REQUIRED
SUPPLEMENTARY INFORMATION**

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

BUDGET AND BUDGETARY ACCOUNTING

Budgeting Procedures

The City adopts a budget annually to be effective July 1, for the ensuing fiscal year. Budgeted expenditures are adopted through the passage of a resolution. This resolution constitutes the maximum authorized expenditures for the fiscal year and cannot legally be exceeded except by subsequent amendments of the budget by the City Council.

The City uses an encumbrance system as an extension of normal budgetary accounting for the General Fund, special revenue funds, and 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. Outstanding encumbrances at year-end are reappropriated for the following year. Unencumbered and unexpended appropriations lapse at year-end.

An operating budget is adopted each fiscal year on a basis consistent with Generally Accepted Accounting Principles (GAAP) for the General Fund, certain Special Revenue Funds (State Gas Tax, General Purpose, Paratransit Operations, Public Safety, Lighting and Landscaping Districts, Developer Impact Fees, Community Development and Loan Programs, Richmond Neighborhood Stabilization Corporation, Rent Program, Cost Recovery and Environmental Community Investment Agreement) and the debt service funds (Pension Obligation Bonds, General Debt Service and Civic Center Debt Service). Public hearings are conducted on the proposed budgets to review all appropriations and sources of financing. Capital projects funds are budgeted on a project length basis and are therefore not comparable on an annual basis.

Expenditures are controlled at the fund level for all budgeted departments within the City. This is the level at which expenditures may not legally exceed appropriations. Budgeted amounts for the Statement of Revenues, Expenditures and Changes in Fund Balances-Budget and Actual include budget amendments approved by City Council.

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City of Richmond

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

General Fund

For the year ended June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
REVENUES:				
Property taxes	\$ 57,597,487	\$ 57,597,487	\$ 55,064,108	\$ (2,533,379)
Sales taxes	60,456,550	60,901,150	59,749,804	(1,151,346)
Utility user taxes	62,092,359	62,092,359	63,825,320	1,732,961
Other taxes	23,405,397	23,405,397	27,189,502	3,784,105
Licenses, permits and fees	13,768,720	13,768,720	14,755,450	986,730
Fines, forfeitures and penalties	176,438	176,438	637,304	460,866
Use of money and property	1,796,421	1,796,421	4,348,043	2,551,622
Intergovernmental	505,000	505,000	1,063,303	558,303
Charges for services	5,739,753	5,839,753	5,664,077	(175,676)
Rent	777,478	777,478	879,271	101,793
Other	183,230	183,230	572,607	389,377
Total revenues	226,498,833	227,043,433	233,748,789	6,705,356
EXPENDITURES:				
Current:				
General government	50,384,451	52,179,721	48,454,590	3,725,131
Public safety	130,566,963	134,120,333	123,124,039	10,996,294
Public works	36,567,587	37,471,069	35,830,513	1,640,556
Cultural and recreational	15,538,700	15,473,510	14,054,799	1,418,711
Capital outlay	1,476,000	2,954,861	22,806,160	(19,851,299)
Debt service:				
Principal	811,256	811,256	3,606,982	(2,795,726)
Interest and fiscal charges	39,648	40,390	225,316	(184,926)
Total expenditures	235,384,605	243,051,140	248,102,399	(5,051,259)
REVENUES OVER (UNDER) EXPENDITURES	(8,885,772)	(16,007,707)	(14,353,610)	1,654,097
OTHER FINANCING SOURCES (USES):				
Proceeds from sale of property	15,000	15,000	1,415	(13,585)
Other financing sources - Lease liability	-	-	21,315,218	21,315,218
Transfers in	29,996,811	30,844,674	23,059,557	(7,785,117)
Transfers out	(20,557,373)	(33,872,398)	(26,132,806)	7,739,592
Total other financing sources (uses)	9,454,438	(3,012,724)	18,243,384	21,256,108
Net change in fund balances	\$ 568,666	\$ (19,020,431)	3,889,774	\$ 22,910,205
FUND BALANCES (DEFICITS):				
Beginning of year			99,422,659	
End of year			\$ 103,312,433	

City of Richmond

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Community Development and Loan Programs Special Revenue Fund For the year ended June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Licenses, permits and fees	\$ 676,665	\$ 676,665	\$ 224,903	\$ (451,762)
Use of money and property	406,183	406,183	559,030	152,847
Intergovernmental	434,954	434,954	237,910	(197,044)
Other	1,001,600	1,001,600	922,602	(78,998)
Total revenues	2,519,402	2,519,402	1,944,445	(574,957)
EXPENDITURES:				
Current:				
Community development	3,191,493	3,444,935	1,473,680	1,971,255
Housing and redevelopment	1,520,165	1,527,165	297,716	1,229,449
Capital outlay	600,000	600,000	-	600,000
Total expenditures	5,311,658	5,572,100	1,771,396	3,800,704
REVENUES OVER (UNDER) EXPENDITURES	(2,792,256)	(3,052,698)	173,049	3,225,747
OTHER FINANCING SOURCES (USES):				
Proceeds from sale of property	167,717	167,717	-	(167,717)
Transfers out	(480,000)	(480,000)	-	480,000
Total other financing sources (uses)	(312,283)	(312,283)	-	312,283
Net change in fund balances	\$ (3,104,539)	\$ (3,364,981)	173,049	\$ 3,538,030
FUND BALANCES (DEFICITS):				
Beginning of year			34,682,938	
End of year			\$ 34,855,987	

City of Richmond

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

General Purpose Special Revenue Fund

For the year ended June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
REVENUES:				
Licenses, permits and fees	\$ 175,040	\$ 175,040	\$ 121,854	\$ (53,186)
Fines, forfeitures and penalties	-	-	7,119	7,119
Use of money and property	-	-	390,651	390,651
Intergovernmental	26,633,572	45,951,176	22,277,140	(23,674,036)
Charges for services	400,000	500,000	456,916	(43,084)
Other	5,834	5,834	-	(5,834)
Total revenues	27,214,446	46,632,050	23,253,680	(23,378,370)
EXPENDITURES:				
Current:				
General government	7,774,375	19,474,803	5,006,134	14,468,669
Public safety	2,215,880	2,172,017	1,059,134	1,112,883
Public works	294,739	899,885	490,320	409,565
Community development	-	724,011	442,237	281,774
Cultural and recreational	112,904	885,297	753,951	131,346
Housing and redevelopment	1,000	500	-	500
Capital outlay	5,886,327	19,041,920	13,917,968	5,123,952
Total expenditures	16,285,225	43,198,433	21,669,744	21,528,689
REVENUES OVER (UNDER) EXPENDITURES	10,929,221	3,433,617	1,583,936	(1,849,681)
OTHER FINANCING SOURCES (USES):				
Transfers in	75,000	328,475	368,756	40,281
Total other financing sources (uses)	75,000	328,475	368,756	40,281
Net change in fund balances	\$ 11,004,221	\$ 3,762,092	1,952,692	\$ (1,809,400)
FUND BALANCES (DEFICITS):				
Beginning of year			(620,497)	
End of year			\$ 1,332,195	

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

Miscellaneous Agent Multiple-Employer Defined Benefit Pension Plan

*Schedule of Changes in the Net Pension Liability and Related Ratios - Last 10 Years**

Fiscal Year Ended:	6/30/2025	6/30/2024	6/30/2023	6/30/2022
Measurement Date	6/30/2024	6/30/2023	6/30/2022	6/30/2021
Total Pension Liability				
Service cost	\$ 7,316,334	\$ 6,722,126	\$ 6,682,973	\$ 6,902,037
Interest	36,683,660	35,674,633	35,458,653	35,423,024
Differences between actual and expected experience	5,026,256	(7,762,052)	(5,319,202)	(6,412,719)
Changes in assumptions	-	-	12,173,403	-
Changes in benefits	-	632,505	-	-
Benefit payments, including refunds of employee contributions	(33,595,581)	(32,597,551)	(31,205,396)	(30,000,846)
Net change in the total pension liability	15,430,669	2,669,661	17,790,431	5,911,496
Total pension liability - beginning	539,760,608	537,090,947	519,300,516	513,389,020
Total pension liability - ending (a)	\$ 555,191,277	\$ 539,760,608	\$ 537,090,947	\$ 519,300,516
Plan Fiduciary Net Position				
Contributions - employer	\$ 15,611,185	\$ 14,445,711	\$ 14,802,460	\$ 14,612,575
Contributions - employee	3,499,268	2,219,977	2,518,762	2,657,439
Net investment income	38,742,347	24,467,157	(33,609,940)	83,636,340
Plan to plan resource movement	-	-	-	(4,882)
Administrative expense	(333,407)	(295,244)	(279,875)	(378,350)
Benefit payments, including refunds of employee contributions	(33,595,581)	(32,597,551)	(31,205,396)	(30,000,846)
Other miscellaneous income (expense)	-	-	-	-
Net change in plan fiduciary net position	23,923,812	8,240,050	(47,773,989)	70,522,276
Plan fiduciary net position - beginning	409,739,923	401,499,873	449,273,857	378,751,581
Plan fiduciary net position - ending (b)	\$ 433,663,735	\$ 409,739,923	\$ 401,499,868	\$ 449,273,857
Net pension liability - ending (a) - (b)	\$ 121,527,542	\$ 130,020,685	\$ 135,591,079	\$ 70,026,659
Plan fiduciary net position as a percentage of the total pension liability	78.11%	75.91%	74.75%	86.52%
Covered payroll	\$ 41,658,338	\$ 33,889,757	\$ 31,565,766	\$ 32,686,024
Net pension liability as a percentage of covered payroll	291.72%	383.66%	429.55%	214.24%

Notes to the schedule:

Benefit Changes: The figures above include any liability impact that may have resulted from voluntary benefit changes that occurred after the June 30, 2019 valuation. However, offers of Two Years Additional Service Credit (a.k.a. Golden Handshakes) that occurred after the June 30, 2019 valuation date are not included in the figures above, unless the liability impact is deemed to be material by the plan actuary.

* Fiscal year 2015 was the 1st year of implementation.

<u>6/30/2021</u>	<u>6/30/2020</u>	<u>6/30/2019</u>	<u>6/30/2018</u>	<u>6/30/2017</u>	<u>6/30/2016</u>
6/30/2020	6/30/2019	6/30/2018	6/30/2017	6/30/2016	6/30/2015
\$ 7,529,439	\$ 7,652,864	\$ 7,637,812	\$ 8,053,459	\$ 7,200,571	\$ 7,446,410
34,974,846	34,315,542	33,323,855	32,804,753	32,305,003	31,414,256
(4,393,691)	(331,531)	(4,642,948)	(4,464,966)	(3,484,064)	(5,280,549)
-	-	(3,224,832)	25,548,824	-	(7,116,200)
-	-	-	-	-	-
(29,018,486)	(27,565,398)	(25,970,450)	(25,074,448)	(23,917,069)	(23,302,793)
9,092,108	14,071,477	7,123,437	36,867,622	12,104,441	3,161,124
504,296,912	490,225,435	483,101,998	446,234,376	434,129,935	430,968,811
<u>\$ 513,389,020</u>	<u>\$ 504,296,912</u>	<u>\$ 490,225,435</u>	<u>\$ 483,101,998</u>	<u>\$ 446,234,376</u>	<u>\$ 434,129,935</u>
\$ 13,778,755	\$ 12,156,723	\$ 10,489,795	\$ 8,860,295	\$ 8,093,834	\$ 7,189,716
2,749,990	2,843,043	2,894,841	2,996,354	3,087,656	3,141,565
18,237,576	23,350,283	28,880,923	35,805,938	1,630,388	7,502,958
-	-	(842)	(50,018)	(4,762)	(6,885)
(526,586)	(259,047)	(542,721)	(481,651)	(205,714)	(379,925)
(29,018,486)	(27,565,398)	(25,970,450)	(25,074,448)	(23,917,069)	(23,302,793)
-	842	(1,030,636)	-	-	-
5,221,249	10,526,446	14,720,910	22,056,470	(11,315,667)	(5,855,364)
373,530,332	363,003,886	348,282,976	326,226,506	337,542,173	343,397,537
<u>\$ 378,751,581</u>	<u>\$ 373,530,332</u>	<u>\$ 363,003,886</u>	<u>\$ 348,282,976</u>	<u>\$ 326,226,506</u>	<u>\$ 337,542,173</u>
<u>\$ 134,637,439</u>	<u>\$ 130,766,580</u>	<u>\$ 127,221,549</u>	<u>\$ 134,819,022</u>	<u>\$ 120,007,870</u>	<u>\$ 96,587,762</u>
73.77%	74.07%	74.05%	72.09%	73.11%	77.75%
\$ 35,129,597	\$ 36,295,759	\$ 35,725,311	\$ 35,964,798	\$ 36,638,889	\$ 36,151,102
383.26%	360.28%	356.11%	374.86%	327.54%	267.18%

Changes in Assumptions: None in 2019,2020 or 2021. In 2022, the accounting discount rate was reduced from 7.15% to 6.90%. In 2018, demographic assumptions and inflation rate were changed in accordance to the CalPERS Experience Study and Review of Assumptions December 2017. There were no changes in the discount rate. In 2017, the discount rate was reduced from 7.65% to 7.15%. In 2016, there were no changes. In 2015, amounts reported reflect an adjustment of the discount rate from 7.5% (net of administrative expense) to 7.65% (without a reduction for pension plan administrative expense). In 2014, amounts reported were based on the 7.5% discount rate.

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

Miscellaneous Agent Multiple-Employer Defined Benefit Pension Plan

*Schedule of Contributions - Last 10 Years**

Fiscal Year Ended:	6/30/2025	6/30/2024	6/30/2023	6/30/2022
Actuarially determined contribution	\$ 15,611,185	\$ 14,445,711	\$ 14,802,460	\$ 14,466,499
Contributions in relation to actuarially determined contributions	(15,611,185)	(14,445,711)	(14,802,460)	(14,466,499)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 47,441,258	\$ 41,658,338	\$ 33,889,757	\$ 31,565,766
Contributions as a percentage of covered payroll	32.91%	34.68%	43.68%	45.83%

Notes to the schedule:

Valuation date: 6/30/2021 6/30/2021 6/30/2020 6/30/2019

The actuarial methods and assumptions used to set the actuarially determined contributions for Fiscal Year 2024-25 were derived from the June 30, 2021 funding valuation report.

Actuarial cost method	Entry age normal
Amortization method	For details, see June 30, 2021 CalPERS Funding Valuation Report
Asset valuation method	For details, see June 30, 2021 CalPERS Funding Valuation Report
Inflation	2.30%
Payroll growth	2.80%
Salary increases	Varies by Entry Age and Service.
Investment rate of return	6.80%
Retirement age	The probabilities of Retirement are based on the 2021 CalPERS Experience Study and Review of Actuarial Assumptions
Mortality rate table	The probabilities of mortality are based on the 2021 CalPERS Experience Study for the period from 2000 to 2019. Pre-retirement and Post-retirement mortality rates include 15 years of projected mortality improvement using 80% of Scale MP-2020 published by the Society of Actuaries



<u>6/30/2021</u>	<u>6/30/2020</u>	<u>6/30/2019</u>	<u>6/30/2018</u>	<u>6/30/2017</u>	<u>6/30/2016</u>
\$ 14,438,844	\$ 13,783,427	\$ 12,150,650	\$ 10,436,250	\$ 8,867,763	\$ 8,084,584
<u>(14,438,844)</u>	<u>(13,783,427)</u>	<u>(12,150,650)</u>	<u>(10,436,250)</u>	<u>(8,867,763)</u>	<u>(8,084,584)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 32,686,024	\$ 35,129,597	\$ 36,295,759	\$ 35,725,311	\$ 35,964,798	\$ 36,638,889
44.17%	39.24%	33.48%	29.21%	24.66%	22.07%
6/30/2018	6/30/2017	6/30/2016	6/30/2015	6/30/2014	6/30/2013

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

Safety Agent Multiple-Employer Defined Benefit Pension Plan

*Schedule of Changes in the Net Pension Liability and Related Ratios - Last 10 Years**

Fiscal Year Ended:	6/30/2025	6/30/2024	6/30/2023	6/30/2022
Measurement Date	6/30/2024	6/30/2023	6/30/2022	6/30/2021
Total Pension Liability				
Service cost	\$ 8,998,544	\$ 9,411,145	\$ 10,872,256	\$ 10,261,858
Interest	51,297,671	50,102,721	48,797,968	48,387,109
Differences between actual and expected experience	4,437,458	3,695,356	(6,331,832)	(1,211,011)
Changes in assumptions	-	-	19,873,614	-
Changes in benefits	-	272,955	-	-
Benefit payments, including refunds of employee contributions	(47,342,941)	(45,510,872)	(42,486,153)	(41,557,485)
Net change in the total pension liability	17,390,732	17,971,305	30,725,853	15,880,471
Total pension liability - beginning	758,179,239	740,207,934	709,482,081	693,601,610
Total pension liability - ending (a)	\$ 775,569,971	\$ 758,179,239	\$ 740,207,934	\$ 709,482,081
Plan Fiduciary Net Position				
Contributions - employer	\$ 22,864,777	\$ 21,904,607	\$ 21,911,673	\$ 21,598,699
Contributions - employee	4,333,792	3,028,664	3,884,791	4,314,111
Net investment income	48,906,825	31,057,913	(42,434,599)	105,126,083
Plan to plan resource movement	-	-	-	4,881
Administrative expense	(420,110)	(372,225)	(352,374)	(476,147)
Benefit payments, including refunds of employee contributions	(47,342,941)	(45,510,872)	(42,486,153)	(41,557,485)
Other miscellaneous income (expense)	-	-	-	-
Net change in plan fiduciary net position	28,342,343	10,108,087	(59,476,662)	89,010,142
Plan fiduciary net position - beginning	516,293,896	506,185,809	565,662,471	476,652,329
Plan fiduciary net position - ending (b)	\$ 544,636,239	\$ 516,293,896	\$ 506,185,809	\$ 565,662,471
Net pension liability - ending (a) - (b)	\$ 230,933,732	\$ 241,885,343	\$ 234,022,125	\$ 143,819,610
Plan fiduciary net position as a percentage percentage of the total pension liability	70.22%	68.10%	68.38%	79.73%
Covered payroll	\$ 31,146,084	\$ 28,453,678	\$ 30,325,691	\$ 33,272,769
Net pension liability as a percentage of covered payroll	741.45%	850.10%	771.70%	432.24%

Notes to the schedule:

Benefit Changes: The figures above include any liability impact that may have resulted from voluntary benefit changes that occurred after the June 30, 2019 valuation. However, offers of Two Years Additional Service Credit (a.k.a. Golden Handshakes) that occurred after the June 30, 2019 valuation date are not included in the figures above, unless the liability impact is deemed to be material by the plan actuary.

<u>6/30/2021</u>	<u>6/30/2020</u>	<u>6/30/2019</u>	<u>6/30/2018</u>	<u>6/30/2017</u>	<u>6/30/2016</u>
6/30/2020	6/30/2019	6/30/2018	6/30/2017	6/30/2016	6/30/2015
\$ 10,958,278	\$ 11,313,128	\$ 11,391,456	\$ 11,650,927	\$ 10,297,536	\$ 10,142,245
47,218,257	46,009,128	44,562,419	43,264,626	41,950,593	40,142,006
(2,189,929)	433,759	413,272	797,969	2,950,295	3,799,388
-	-	(2,676,340)	35,109,898	-	(9,563,090)
-	-	-	-	-	-
(38,982,005)	(37,105,985)	(35,123,568)	(33,620,000)	(30,593,589)	(28,747,508)
17,004,601	20,650,030	18,567,239	57,203,420	24,604,835	15,773,041
676,597,009	655,946,979	637,379,740	580,176,320	555,571,485	539,798,444
<u>\$ 693,601,610</u>	<u>\$ 676,597,009</u>	<u>\$ 655,946,979</u>	<u>\$ 637,379,740</u>	<u>\$ 580,176,320</u>	<u>\$ 555,571,485</u>
\$ 19,362,087	\$ 16,658,515	\$ 14,016,085	\$ 12,699,049	\$ 11,488,714	\$ 10,652,641
4,232,707	4,238,132	4,226,345	4,471,008	4,607,993	3,797,568
22,875,702	29,333,974	36,380,672	45,166,243	2,062,417	9,408,186
-	-	(1,062)	50,018	4,762	3,476
(662,340)	(326,144)	(684,883)	(607,337)	(258,432)	(477,249)
(38,982,005)	(37,105,985)	(35,123,568)	(33,620,000)	(30,593,589)	(28,747,508)
-	1,062	(1,300,605)	-	-	-
6,826,151	12,799,554	17,512,984	28,158,981	(12,688,135)	(5,362,886)
469,826,178	457,026,624	439,513,640	411,354,659	424,042,794	429,405,680
<u>\$ 476,652,329</u>	<u>\$ 469,826,178</u>	<u>\$ 457,026,624</u>	<u>\$ 439,513,640</u>	<u>\$ 411,354,659</u>	<u>\$ 424,042,794</u>
<u>\$ 216,949,281</u>	<u>\$ 206,770,831</u>	<u>\$ 198,920,355</u>	<u>\$ 197,866,100</u>	<u>\$ 168,821,661</u>	<u>\$ 131,528,691</u>
68.72%	69.44%	69.67%	68.96%	70.90%	76.33%
\$ 34,316,884	\$ 35,870,534	\$ 34,439,607	\$ 37,273,957	\$ 37,352,212	\$ 36,161,966
632.19%	576.44%	577.59%	530.84%	451.97%	363.72%

Changes in Assumptions: None in 2019, 2020 or 2021. In 2022, the accounting discount rate was reduced from 7.15% to 6.90%. In 2018, demographic assumptions and inflation rate were changed in accordance to the CalPERS Experience Study and Review of Assumptions December 2017. There were no changes in the discount rate. In 2017, the discount rate was reduced from 7.65% to 7.15%. In 2016, there were no changes. In 2015, amounts reported reflect an adjustment of the discount rate from 7.5% (net of administrative expense) to 7.65% (without a reduction for pension plan administrative expense). In 2014, amounts reported were based on the 7.5% discount rate.

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

Safety Agent Multiple-Employer Defined Benefit Pension Plan

*Schedule of Contributions - Last 10 Years**

Fiscal Year Ended:	6/30/2025	6/30/2024	6/30/2023	6/30/2022
Actuarially determined contribution	\$ 22,864,777	\$ 21,904,607	\$ 21,911,673	\$ 21,603,382
Contributions in relation to actuarially determined contributions	(22,864,777)	(21,904,607)	(21,911,673)	(21,603,382)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 33,932,809	\$ 31,146,084	\$ 28,453,678	\$ 30,325,691
Contributions as a percentage of covered payroll	67.38%	70.33%	77.01%	71.24%

Notes to the schedule:

Valuation date: 6/30/2021 6/30/2021 6/30/2020 6/30/2019

The actuarial methods and assumptions used to set the actuarially determined contributions for Fiscal Year 2024-25 were derived from the June 30, 2021 funding valuation report.

Actuarial cost method	Entry age normal
Amortization method	For details, see June 30, 2021 CalPERS Funding Valuation Report
Asset valuation method	For details, see June 30, 2021 CalPERS Funding Valuation Report
Inflation	2.30%
Payroll growth	2.80%
Salary increases	Varies by Entry Age and Service.
Investment rate of return	6.80%
Retirement age	The probabilities of Retirement are based on the 2021 CalPERS Experience Study and Review of Actuarial Assumptions
Mortality rate table	The probabilities of mortality are based on the 2021 CalPERS Experience Study for the period from 2000 to 2019. Pre-retirement and Post-retirement mortality rates include 15 years of projected mortality improvement using 80% of Scale MP-2020 published by the Society of Actuaries



<u>6/30/2021</u>	<u>6/30/2020</u>	<u>6/30/2019</u>	<u>6/30/2018</u>	<u>6/30/2017</u>	<u>6/30/2016</u>
\$ 21,315,231	\$ 19,355,578	\$ 16,363,802	\$ 14,013,858	\$ 12,696,582	\$ 11,492,798
<u>(21,315,231)</u>	<u>(19,355,578)</u>	<u>(16,363,802)</u>	<u>(14,013,858)</u>	<u>(12,696,582)</u>	<u>(11,492,798)</u>
<u>\$ -</u>					
\$ 33,272,769	\$ 34,316,884	\$ 35,870,534	\$ 34,439,607	\$ 37,273,957	\$ 37,352,212
64.06%	56.40%	45.62%	40.69%	34.06%	30.77%
6/30/2018	6/30/2017	6/30/2016	6/30/2015	6/30/2014	6/30/2013

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

General Pension Plan

*Schedule of Changes in the Net Pension Liability and Related Ratios - Last 10 Years**

Fiscal Year Ended:	6/30/2025	6/30/2024	6/30/2023	6/30/2022
Measurement Date	6/30/2025	6/30/2024	6/30/2023	6/30/2022
Total Pension Liability				
Service cost	\$ -	\$ -	\$ -	\$ -
Interest	9,952	18,066	13,321	16,222
Differences between actual and expected experience	622,841	-	(528,328)	-
Changes in assumptions	(27,387)	(1,445)	(91,811)	-
Benefit payments, including refunds of employee contributions	(217,862)	(252,208)	(240,913)	(371,727)
Net change in the total pension liability	387,544	(235,587)	(847,731)	(355,505)
Total pension liability - beginning	358,539	594,126	1,452,567	1,808,072
Total pension liability - ending (a)	\$ 746,083	\$ 358,539	\$ 604,836	\$ 1,452,567
Plan Fiduciary Net Position				
Contributions - employer	\$ 217,862	\$ 252,208	\$ 152,897	\$ 345,348
Net investment income	-	-	26,443	3,617
Benefit payments, including member contribution refunds	(217,862)	(252,208)	(240,913)	(371,727)
Net change in the total pension liability	-	-	(61,573)	(22,762)
Plan fiduciary net position - beginning	-	-	1,070,264	1,093,026
Plan fiduciary net position - ending (b)	\$ -	\$ -	\$ 1,008,691	\$ 1,070,264
Net pension liability - ending (a) - (b)	\$ 746,083	\$ 358,539	\$ (403,855)	\$ 382,303
Plan fiduciary net position as a percentage percentage of the total pension liability	0.0%	0.0%	166.8%	73.7%
Covered payroll	n/a	n/a	n/a	n/a
Net pension liability as a percentage of covered payroll	n/a	n/a	n/a	n/a

* Error discovered in fiscal year ended 2024 that the Plan has no plan assets so should have been reported zero plan fiduciary net position in the past years. However, because the actuarial information is not available for the previous years, it is not practical to restate the prior years numbers.

<u>6/30/2021</u>	<u>6/30/2020</u>	<u>6/30/2019</u>	<u>6/30/2018</u>	<u>6/30/2017</u>	<u>6/30/2016</u>
6/30/2021	6/30/2020	6/30/2019	6/30/2018	6/30/2017	6/30/2016
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
35,526	57,712	70,585	80,100	92,742	107,632
106,639	-	150,123	-	40,459	-
72,660	66,443	102,792	(20,669)	-	-
(401,991)	(424,760)	(494,605)	(524,939)	(584,272)	(623,662)
(187,166)	(300,605)	(171,105)	(465,508)	(451,071)	(516,030)
1,995,238	2,295,843	2,466,948	2,932,456	3,383,527	3,899,557
<u>\$ 1,808,072</u>	<u>\$ 1,995,238</u>	<u>\$ 2,295,843</u>	<u>\$ 2,466,948</u>	<u>\$ 2,932,456</u>	<u>\$ 3,383,527</u>
\$ 319,025	\$ 503,714	\$ 812,561	\$ 814,594	\$ 73,592	\$ 602,970
5,501	23,724	8,124	2,207	3,351	2,255
(401,991)	(424,760)	(494,605)	(524,939)	(584,272)	(623,662)
(77,465)	102,678	326,080	291,862	(507,329)	(18,437)
1,170,491	1,067,813	741,733	449,871	957,200	975,637
<u>\$ 1,093,026</u>	<u>\$ 1,170,491</u>	<u>\$ 1,067,813</u>	<u>\$ 741,733</u>	<u>\$ 449,871</u>	<u>\$ 957,200</u>
<u>\$ 715,046</u>	<u>\$ 824,747</u>	<u>\$ 1,228,030</u>	<u>\$ 1,725,215</u>	<u>\$ 2,482,585</u>	<u>\$ 2,426,327</u>
60.5%	58.7%	46.5%	30.1%	15.3%	28.3%
n/a	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a

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

Police and Firemen's Pension Plan

*Schedule of Changes in the Net Pension Liability and Related Ratios - Last 10 Years**

Fiscal Year Ended:	6/30/2025	6/30/2024	6/30/2023	6/30/2022
Measurement Date	6/30/2025	6/30/2024	6/30/2023	6/30/2022
Total Pension Liability				
Interest	\$ 206,468	\$ 221,136	\$ 257,381	\$ 283,996
Differences between actual and expected experience	(1,744,085)	-	(515,830)	-
Changes in assumptions	(174,378)	(27,985)	(912,308)	-
Benefit payments, including refunds of employee contributions	(594,134)	(854,345)	(971,644)	(1,117,194)
Net change in the total pension liability	(2,306,129)	(661,194)	(2,142,401)	(833,198)
Total pension liability - beginning	5,494,894	6,156,088	7,839,576	8,672,774
Total pension liability - ending (a)	\$ 3,188,765	\$ 5,494,894	\$ 5,697,175	\$ 7,839,576
Plan Fiduciary Net Position				
Contributions - employer	\$ 594,134	\$ 854,345	\$ -	\$ -
Net investment income	-	-	954,475	(1,939,002)
Benefit payments, including member contribution refunds	(594,134)	(854,345)	(971,644)	(1,117,194)
Other deductibles	-	-	(2,546)	-
Net change in the total pension liability	-	-	(19,715)	(3,056,196)
Plan fiduciary net position - beginning	-	-	10,057,651	13,113,847
Plan fiduciary net position - ending (b)	\$ -	\$ -	\$ 10,037,936	\$ 10,057,651
Net pension liability - ending (a) - (b)	\$ 3,188,765	\$ 5,494,894	\$ (4,340,761)	\$ (2,218,075)
Plan fiduciary net position as a percentage of the total pension liability	0.0%	0.0%	176.2%	128.3%
Covered payroll	n/a	n/a	n/a	n/a
Net pension liability as a percentage of covered payroll	n/a	n/a	n/a	n/a

*Error discovered in fiscal year ended 2024 that the Plan has no plan assets so should have been reported zero plan fiduciary net position in the past years. However, because the actuarial information is not available for the previous years, it is not practical to restate the prior years numbers.

<u>6/30/2021</u>	<u>6/30/2020</u>	<u>6/30/2019</u>	<u>6/30/2018</u>	<u>6/30/2017</u>	<u>6/30/2016</u>
6/30/2021	6/30/2020	6/30/2019	6/30/2018	6/30/2017	6/30/2016
\$ 561,163	\$ 606,022	\$ 952,312	\$ 1,031,753	\$ 1,111,386	\$ 1,214,089
(3,680,825)	-	(3,103,425)	-	261,891	-
28,483	-	1,037,914	-	-	-
<u>(1,412,673)</u>	<u>(1,793,082)</u>	<u>(2,170,136)</u>	<u>(2,656,508)</u>	<u>(2,859,902)</u>	<u>(3,140,552)</u>
(4,503,852)	(1,187,060)	(3,283,335)	(1,624,755)	(1,486,625)	(1,926,463)
13,176,626	14,363,686	17,647,021	19,271,776	20,758,401	22,684,864
<u>\$ 8,672,774</u>	<u>\$ 13,176,626</u>	<u>\$ 14,363,686</u>	<u>\$ 17,647,021</u>	<u>\$ 19,271,776</u>	<u>\$ 20,758,401</u>
\$ 937,004	\$ 937,004	\$ 1,270,466	\$ 1,270,466	\$ 1,270,466	\$ 1,222,197
2,527,138	584,954	645,593	589,027	1,340,997	(165,490)
(1,412,673)	(1,793,082)	(2,170,136)	(2,656,508)	(2,859,902)	(3,140,552)
-	-	-	-	-	-
2,051,469	(271,124)	(254,077)	(797,015)	(248,439)	(2,083,845)
11,062,378	11,333,502	11,587,579	12,384,594	12,633,033	14,716,878
<u>\$ 13,113,847</u>	<u>\$ 11,062,378</u>	<u>\$ 11,333,502</u>	<u>\$ 11,587,579</u>	<u>\$ 12,384,594</u>	<u>\$ 12,633,033</u>
<u>\$ (4,441,073)</u>	<u>\$ 2,114,248</u>	<u>\$ 3,030,184</u>	<u>\$ 6,059,442</u>	<u>\$ 6,887,182</u>	<u>\$ 8,125,368</u>
151.2%	84.0%	78.9%	65.7%	64.3%	60.9%
n/a	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a

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

OTHER POST-EMPLOYMENT BENEFITS PLAN SCHEDULES

OPEB Plan, an Agent Multiple-Employer Defined Benefit Plan

*Schedule of Changes in the Net OPEB Liability and Related Ratios - Last 10 Years**

For the Measurement Period Ended:	6/30/2025	6/30/2024	6/30/2023	6/30/2022
Total OPEB Liability				
Service cost	\$ 1,955,691	\$ 1,808,740	\$ 1,756,058	\$ 2,088,997
Interest	6,668,378	6,379,004	6,314,835	6,997,592
Changes in benefit terms	(3,080,959)	(374,980)	-	-
Differences between actual and expected experience	-	(99,709)	103,835	(11,982,490)
Changes in assumptions	-	-	-	(6,119,213)
Benefit payments	(7,697,298)	(7,384,770)	(6,931,088)	(7,272,797)
Net change in the total OPEB liability	(2,154,188)	328,285	1,243,640	(16,287,911)
Total OPEB liability - beginning	108,528,667	108,200,382	106,956,742	123,244,653
Total OPEB liability - ending (a)	\$ 106,374,479	\$ 108,528,667	\$ 108,200,382	\$ 106,956,742
Plan Fiduciary Net Position				
Contributions - employer	\$ 8,766,569	\$ 9,641,744	\$ 13,518,089	\$ 10,042,891
Contributions - employee	674,725	640,963	585,950	589,125
Net investment income	5,199,338	5,554,054	3,089,068	(4,613,857)
Administrative expense	(87,719)	(77,988)	(64,547)	(61,195)
Benefit payments	(7,697,298)	(7,384,770)	(6,931,088)	(7,272,797)
Plan to Plan transfer (1)	-	-	-	-
Net change in the total OPEB liability	6,855,615	8,374,003	10,197,472	(1,315,833)
Plan fiduciary net position - beginning	49,695,446	41,321,443	31,123,971	32,439,804
Plan fiduciary net position - ending (b)	\$ 56,551,061	\$ 49,695,446	\$ 41,321,443	\$ 31,123,971
Net OPEB liability - ending (a) - (b)	\$ 49,823,418	\$ 58,833,221	\$ 66,878,939	\$ 75,832,771
Plan fiduciary net position as a percentage of the total OPEB liability	53.16%	45.79%	38.19%	29.10%
Covered employee payroll	\$ 64,916,948	\$ 58,268,870	\$ 47,613,516	\$ 45,133,662
Net OPEB liability as a percentage of covered employee payroll	76.75%	100.97%	140.46%	168.02%

(1) Transferred to the RPOA Plan established in fiscal year 2019.

* Fiscal year 2017 was the 1st year of implementation.

	6/30/2021	6/30/2020	6/30/2019	6/30/2018	6/30/2017
\$	2,072,961	\$ 4,292,499	\$ 3,452,679	\$ 6,730,397	\$ 7,558,987
	6,846,932	7,222,766	7,625,498	7,927,217	7,064,307
	-	-	(19,910,800)	-	-
	(140,135)	(28,723,614)	-	(2,816,969)	-
	1,173,106	(42,412,472)	(1,409,953)	8,715,168	(15,340,529)
	(7,011,178)	(7,753,129)	(7,247,073)	(6,861,529)	(6,497,645)
	2,941,686	(67,373,950)	(17,489,649)	13,694,284	(7,214,880)
	120,302,967	187,676,917	205,166,566	191,472,282	198,687,162
\$	<u>123,244,653</u>	<u>\$ 120,302,967</u>	<u>\$ 187,676,917</u>	<u>\$ 205,166,566</u>	<u>\$ 191,472,282</u>
\$	9,515,699	\$ 12,720,085	\$ 6,714,785	\$ 13,599,120	\$ 13,218,475
	623,088	642,475	532,288	765,475	278,850
	6,562,745	709,908	1,170,454	632,089	227,394
	(111,868)	(89,764)	(81,950)	(49,169)	(11,250)
	(7,011,178)	(7,753,129)	(7,247,073)	(6,861,529)	(6,497,645)
	-	-	(1,879,640)	-	-
	9,578,486	6,229,575	(791,136)	8,085,986	7,215,824
	22,861,318	16,631,743	17,422,879	9,336,893	2,121,069
\$	<u>32,439,804</u>	<u>\$ 22,861,318</u>	<u>\$ 16,631,743</u>	<u>\$ 17,422,879</u>	<u>\$ 9,336,893</u>
\$	<u>90,804,849</u>	<u>\$ 97,441,649</u>	<u>\$ 171,045,174</u>	<u>\$ 187,743,687</u>	<u>\$ 182,135,389</u>
	26.32%	19.00%	8.86%	8.49%	4.88%
\$	46,698,024	\$ 50,016,647	\$ 49,511,523	\$ 65,359,713	\$ 66,774,795
	194.45%	194.82%	345.47%	287.25%	272.76%

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

OTHER POST-EMPLOYMENT BENEFITS PLAN SCHEDULES, Continued

OPEB Plan, an Agent Multiple-Employer Defined Benefit Plan, Continued

*Schedule of Plan Contributions - Last 10 Years**

Fiscal Year Ended:	6/30/2025	6/30/2024	6/30/2023	6/30/2022
Contractually required contributions (CRC) (1)/ Actuarially determined employer contribution (ADEC)	\$ 7,089,882	\$ 8,162,863	\$ 8,107,624	\$ 9,525,000
Contributions in relation to the CRC/ADEC	<u>(8,766,569)</u>	<u>(9,641,744)</u>	<u>(13,518,089)</u>	<u>(10,042,891)</u>
Contribution deficiency (excess)	<u>\$ (1,676,687)</u>	<u>\$ (1,478,881)</u>	<u>\$ (5,410,465)</u>	<u>\$ (517,891)</u>

Notes:

(1) Before FY2021, the City does not calculate an Actuarially Determined Contribution, but the City's agreements with its bargaining units provide for various benefit levels as discussed in the Notes to the Financial Statements. Contributions reported include the implicit subsidy.

*Schedule of Investment Returns - Last 10 Years**

Fiscal Year Ended:	6/30/2025	6/30/2024	6/30/2023	6/30/2022
Annual money weighted rate of return, net of investment expense	10.46%	13.18%	9.03%	-13.92%

* Fiscal year 2017 was the 1st year of implementation.

<u>6/30/2021</u>	<u>6/30/2020</u>	<u>6/30/2019</u>	<u>6/30/2018</u>	<u>6/30/2017</u>
\$ 12,641,000	\$ 7,753,129	\$ 7,247,073	\$ 6,861,529	\$ 6,497,645
(9,515,697)	(7,753,129)	(7,247,073)	(6,861,529)	(6,497,645)
<u>\$ 3,125,303</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

<u>6/30/2021</u>	<u>6/30/2020</u>	<u>6/30/2019</u>	<u>6/30/2018</u>	<u>6/30/2017</u>
26.66%	3.48%	6.74%	6.30%	10.75%

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

OTHER POST-EMPLOYMENT BENEFITS PLAN SCHEDULES, Continued

RPOA OPEB Plan, an Agent Multiple-Employer Defined Benefit Plan

*Schedule of Changes in the Net OPEB Liability and Related Ratios - Last 10 Years**

For the Measurement Period Ended:	6/30/2025	6/30/2024	6/30/2023	6/30/2022	6/30/2021	6/30/2020	6/30/2019
Total OPEB Liability							
Service cost	\$ 603,565	\$ 773,710	\$ 751,175	\$ 1,027,120	\$ 1,871,012	\$ 2,053,367	\$ 1,939,517
Interest	973,105	1,045,967	962,027	1,107,706	800,939	850,944	764,597
Changes in benefit terms	-	-	-	-	-	-	21,995,467
Differences between actual and expected experience	-	(3,178,929)	52,738	(4,595,658)	10,367	(1,784,304)	-
Changes in assumptions	(804,065)	605,196	-	(323,325)	(9,082,375)	401,383	-
Benefit payments	(348,849)	(341,982)	(315,302)	(382,892)	(277,277)	(156,536)	(82,673)
Net change in the total OPEB liability	423,756	(1,096,038)	1,450,638	(3,167,049)	(6,677,334)	1,364,854	24,616,908
Total OPEB liability - beginning	16,491,979	17,588,017	16,137,379	19,304,428	25,981,762	24,616,908	-
Total OPEB liability - ending (a)	\$ 16,915,735	\$ 16,491,979	\$ 17,588,017	\$ 16,137,379	\$ 19,304,428	\$ 25,981,762	\$ 24,616,908
Plan Fiduciary Net Position							
Contributions - employer	\$ 351,898	\$ 1,278,978	\$ 1,952,362	\$ 1,955,147	\$ 1,028,868	\$ 1,851,964	\$ -
Contributions - employee	356,850	351,000	344,550	403,650	453,163	425,213	82,673
Net investment income	1,293,209	852,098	321,979	(833,976)	935,134	170,322	-
Plan to Plan transfer (1)	-	-	-	-	-	-	1,879,640
Benefit payments	(348,849)	(341,982)	(315,302)	(382,892)	(277,277)	(156,536)	(82,673)
Administrative expense	(4,119)	(5,075)	(4,052)	(3,187)	(2,612)	-	-
Net change in the total OPEB liability	1,648,989	2,135,019	2,299,537	1,138,742	2,137,276	2,290,963	1,879,640
Plan fiduciary net position - beginning	11,881,177	9,746,158	7,446,621	6,307,879	4,170,603	1,879,640	-
Plan fiduciary net position - ending (b)	\$ 13,530,166	\$ 11,881,177	\$ 9,746,158	\$ 7,446,621	\$ 6,307,879	\$ 4,170,603	\$ 1,879,640
Net OPEB liability - ending (a) - (b)	\$ 3,385,569	\$ 4,610,802	\$ 7,841,859	\$ 8,690,758	\$ 12,996,549	\$ 21,811,159	\$ 22,737,268
Plan fiduciary net position as a percentage of the total OPEB liability	79.99%	72.04%	55.41%	46.15%	32.68%	16.05%	7.64%
Covered employee payroll	\$ 14,516,508	\$ 13,280,855	\$ 12,167,295	\$ 13,527,611	\$ 16,100,126	\$ 16,699,113	\$ 17,404,407
Net OPEB liability as a percentage of covered employee payroll	23.32%	34.72%	64.45%	64.24%	80.72%	130.61%	130.64%

(1) Transferred from the OPEB Plan.

* Fiscal year 2019 was the 1st year of implementation.

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

OTHER POST-EMPLOYMENT BENEFITS PLAN SCHEDULES, Continued

RPOA OPEB Plan, an Agent Multiple-Employer Defined Benefit Plan, Continued

*Schedule of Plan Contributions - Last 10 Years**

Fiscal Year Ended:	6/30/2025	6/30/2024	6/30/2023	6/30/2022	6/30/2021	6/30/2020	6/30/2019
Contractually required(CRC)							
/ Actuarially determined							
employer contributions (ADEC) (1)	\$ 661,784	\$ 1,130,352	\$ 1,107,178	\$ 1,627,000	\$1,878,000	\$ 1,851,964	\$ 82,673
Contributions in relation to the CRC/ADEC	(351,898)	(1,278,978)	(1,952,362)	(1,955,147)	(1,028,868)	(1,851,964)	(82,673)
Contribution deficiency (excess)	<u>\$ 309,886</u>	<u>\$ (148,626)</u>	<u>\$ (845,184)</u>	<u>\$ (328,147)</u>	<u>\$ 849,132</u>	<u>\$ -</u>	<u>\$ -</u>

Notes:

(1) Before FY2021 the City does not calculate an Actuarially Determined Contribution, but the City's agreements with its bargaining units provide for various benefit levels as discussed in the Notes to the Financial Statements. Contributions reported include the implicit subsidy.

* Fiscal year 2019 was the 1st year of implementation.

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SUPPLEMENTARY INFORMATION

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NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

State Gas Tax Fund accounts for the subventions received from state gas taxes under the provision of the Streets and Highways Code. State gas taxes are restricted for street construction activities including location of underground utilities, geotechnical work relating to identification of soil and groundwater contamination, materials sampling, and testing.

Paratransit Operations Fund accounts for monies used to provide subsidized, accessible transportation to the seniors and disabled residents of the City of Richmond and the adjacent unincorporated areas of West Contra Costa County.

Employment & Training Fund is a fund set up to plan, administer and operate job training programs for the adult and youth residents of Richmond.

Public Safety Fund records the receipt and use of grant monies under the Local Law Enforcements Block Grant Program, Office of Traffic Safety Grants, OES Grants, FEMA Grants, and various other grants.

Lighting and Landscaping Districts Fund was set up to account for maintenance services in the nature of landscaping, lighting, cleaning provided to the Hilltop parking lot area, the Marina Way Development area, and the Marina Bay area.

Developer Impact Fees Fund is used to account for monies received from fees levied by the City on new commercial and residential projects. These funds will be used to mitigate the additional public safety and infrastructure costs resulting from these development projects.

Secured Pension Override Fund records the receipt of Pension Tax override collected through property taxes for payment of pension contributions.

Richmond Neighborhood Stabilization Corporation Fund accounts for the activities of the Corporation.

Rent Program Fund is used to account for fees paid by landlords to fund the operation of Richmond's Fair Rent, Just Cause for Eviction, and Homeowner Protection programs.

Cost Recovery Fund is used to record the receipt and use of monies for services provided to the public and developers.

Environmental and Community Investment Agreement (ECIA) Fund accounts for funding received from Chevron in conjunction with the Chevron Modernization Project Environmental and Community Investment Agreement to fund various projects and programs within the City of Richmond.

American Rescue Plan Act Fund accounts for funding received from federal government in conjunction with the American Rescue Plan Act to provide resources to help turn the tide on the pandemic, address its economic fallout, and lay the foundation for a strong and equitable recovery.

Transformative Climate Grant Fund is used to record the receipt and use of grant monies from the Transformative Climate Communities (TCC) Program which commits to supporting community-led initiatives to build a healthier environment for local residents. The program funds projects to reduce greenhouse gas emissions and local air pollution.

NONMAJOR GOVERNMENTAL FUNDS (Continued)

Special Revenue Funds (Continued)

Encampment Resolution Grant Fund is used to account for provides resources to address the Castro Encampment by offering crisis support for unhoused individuals and facilitating their transition to safe and stable housing.

General Pension Plan Fund is used to account for the activity of the General Pension Plan, a defined benefit plan that covers 28 former City employees not covered by PERS, all of whom have retired. 3 participants remain in the Plan.

Police and Firemen's Pension Plan Fund is used to account for the activity of the Police and Firemen's Pension Plan, a defined benefit pension plan that covers 75 police and fire personnel employed prior to October 1964, all of whom have retired. 12 participants remain in the Plan.

Debt Service Funds

2022 Pension Obligation Bonds Debt Service Fund receives transfers from the General Fund and the Pension Tax Override Fund, and pays the debt service on the 2022 Pension Obligation Bonds.

General Debt Service Fund accounts for monies received in connection with the 1995A and the 1999 Series A Pension Obligation Bonds and the related payments on such debt. The 1995 Series A bonds were to refinance the cost of capital improvements, and the 1999 Series A bonds were issued to fund a portion of the unfunded accrued actuarial liability in the Pension Fund.

Civic Center Debt Service Fund accounts for principal and interest payments on the Civic Center Project Lease Revenue Bonds.

Capital Projects Funds

Measure C/J Fund was set up when the voters of Contra Costa County approved Measure C providing for the creation of the Contra Costa County Transportation Authority. The half-cent transportation sales tax was renewed under Measure J, effective April 1, 2009. The Authority collects one-half percent (0.5%) sales and use tax. Twenty percent (20%) of this tax is allocated to the City of Richmond to be used for the improvement of local transportation, including streets and roads in accordance with Measure C and Measure J compliance.

Harbor Navigation Fund records expenses relating to the construction of certain public improvements relating to the Port of Richmond consisting of dredging and deepening of the Richmond Harbor.

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City of Richmond
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2025

	Special Revenue Funds		
	State Gas Tax	Paratransit	Employment
	Fund	Operations	and Training
	Fund	Fund	Fund
ASSETS			
Cash and investments	\$ 7,826,810	\$ -	\$ -
Restricted cash and investments	-	-	5,762
Receivables:			
Accounts, net	540,376	226	3,518
Interest	15,993	-	-
Grants	-	2,139,432	2,593,211
Loans	-	-	-
Prepays, supplies and other assets	-	-	-
Total assets	\$ 8,383,179	\$ 2,139,658	\$ 2,602,491
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
Liabilities:			
Accounts payable and accrued liabilities	\$ 393,668	\$ 102,699	\$ 166,406
Refundable deposits	-	-	-
Due to other funds	-	1,819,037	336,966
Unearned revenue	-	-	160,579
Total liabilities	393,668	1,921,736	663,951
Deferred inflows of resources:			
Unavailable revenue	-	2,139,432	1,855,613
Total deferred inflows of resources	-	2,139,432	1,855,613
Fund Balances:			
Restricted	7,989,511	-	-
Assigned	-	-	-
Unassigned	-	(1,921,510)	82,927
Total fund balances	7,989,511	(1,921,510)	82,927
Total liabilities, deferred inflows of resources, and fund balances	\$ 8,383,179	\$ 2,139,658	\$ 2,602,491

Special Revenue Funds

Public Safety Fund	Lighting and Landscaping Districts Fund	Developer Impact Fees Fund	Secured Pension Override Fund	Richmond Neighborhood Stabilization Corporation Fund	Rent Program Fund
\$ 276,209	\$ 1,069,298	\$ 13,373,750	\$ 3,083,691	\$ -	\$ 1,488,681
-	-	-	-	141,372	-
-	-	-	-	-	-
568	2,205	28,959	-	-	3,917
-	-	-	-	-	-
-	-	-	-	779,013	-
-	-	-	-	-	-
<u>\$ 276,777</u>	<u>\$ 1,071,503</u>	<u>\$ 13,402,709</u>	<u>\$ 3,083,691</u>	<u>\$ 920,385</u>	<u>\$ 1,492,598</u>
\$ -	\$ 38,613	\$ 19,891	\$ -	\$ 3,275	\$ 45,424
-	-	-	-	-	-
-	-	-	-	101,017	-
-	-	-	-	-	6,864
-	38,613	19,891	-	104,292	52,288
-	-	-	-	-	-
-	-	-	-	-	-
276,777	1,032,890	13,382,818	3,083,691	816,093	1,440,310
-	-	-	-	-	-
-	-	-	-	-	-
<u>276,777</u>	<u>1,032,890</u>	<u>13,382,818</u>	<u>3,083,691</u>	<u>816,093</u>	<u>1,440,310</u>
<u>\$ 276,777</u>	<u>\$ 1,071,503</u>	<u>\$ 13,402,709</u>	<u>\$ 3,083,691</u>	<u>\$ 920,385</u>	<u>\$ 1,492,598</u>

City of Richmond
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2025

	Special Revenue Funds			
	Cost Recovery Fund	Environmental and Community Investment Agreement Fund	American Rescue Plan Act Fund	Transformative Climate Grant Fund
ASSETS				
Cash and investments	\$ 10,191,090	\$ 16,995,241	\$ 16,860,510	\$ -
Restricted cash and investments	-	-	-	-
Receivables:				
Accounts, net	281,522	-	-	-
Interest	25,997	34,965	37,005	-
Grants	4,441,046	-	3,000	1,835,627
Loans	-	-	1,750,000	-
Prepays, supplies and other assets	-	-	-	64,368
Total assets	\$ 14,939,655	\$ 17,030,206	\$ 18,650,515	\$ 1,899,995
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts payable and accrued liabilities	\$ 2,573,614	\$ 740,371	\$ 1,084,996	\$ 575,114
Refundable deposits	1,255,278	-	-	-
Due to other funds	-	-	-	1,322,583
Unearned revenue	18,000	-	13,313,232	2,209
Total liabilities	3,846,892	740,371	14,398,228	1,899,906
Deferred inflows of resources:				
Unavailable revenue	3,107,423	-	-	958,245
Total deferred inflows of resources	3,107,423	-	-	958,245
Fund Balances:				
Restricted	7,985,340	16,289,835	2,502,287	-
Assigned	-	-	1,750,000	-
Unassigned	-	-	-	(958,156)
Total fund balances	7,985,340	16,289,835	4,252,287	(958,156)
Total liabilities, deferred inflows of resources, and fund balances	\$ 14,939,655	\$ 17,030,206	\$ 18,650,515	\$ 1,899,995

Special Revenue Funds			Debt Service Funds		
Encampment Resolution Grant Fund	General Pension Fund	Police and Firemen's Pension Fund	2022 Pension Obligation Bonds Fund	General Debt Service Fund	Civic Center Debt Service Fund
\$ 13,679,649	\$ -	\$ -	\$ 156,144	\$ 76,823	\$ 395,658
-	616,210	10,809,069	8,643	-	1,850
-	-	-	-	-	-
-	1,360	538	327	161	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 13,679,649</u>	<u>\$ 617,570</u>	<u>\$ 10,809,607</u>	<u>\$ 165,114</u>	<u>\$ 76,984</u>	<u>\$ 397,508</u>
\$ 90,437	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
13,456,947	-	-	-	-	2,060,646
<u>13,547,384</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,060,646</u>
-	-	-	-	-	-
-	-	-	-	-	-
132,265	617,570	10,809,607	165,114	76,984	-
-	-	-	-	-	-
-	-	-	-	-	(1,663,138)
<u>132,265</u>	<u>617,570</u>	<u>10,809,607</u>	<u>165,114</u>	<u>76,984</u>	<u>(1,663,138)</u>
<u>\$ 13,679,649</u>	<u>\$ 617,570</u>	<u>\$ 10,809,607</u>	<u>\$ 165,114</u>	<u>\$ 76,984</u>	<u>\$ 397,508</u>

City of Richmond
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2025

	Capital Projects Funds		Total Nonmajor Governmental Funds
	Measure C/J	Harbor	
	Fund	Navigation Fund	
ASSETS			
Cash and investments	\$ 5,517,697	\$ 50,873	\$ 91,042,124
Restricted cash and investments	-	-	11,582,906
Receivables:			
Accounts, net	-	-	825,642
Interest	11,679	107	163,781
Grants	99,073	-	11,111,389
Loans	-	-	2,529,013
Prepays, supplies and other assets	-	-	64,368
Total assets	\$ 5,628,449	\$ 50,980	\$ 117,319,223
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
Liabilities:			
Accounts payable and accrued liabilities	\$ 425,589	\$ -	\$ 6,260,097
Refundable deposits	-	-	1,255,278
Due to other funds	-	-	3,579,603
Unearned revenue	-	-	29,018,477
Total liabilities	425,589	-	40,113,455
Deferred inflows of resources:			
Unavailable revenue	99,073	-	8,159,786
Total deferred inflows of resources	99,073	-	8,159,786
Fund Balances:			
Restricted	5,103,787	50,980	71,755,859
Assigned	-	-	1,750,000
Unassigned	-	-	(4,459,877)
Total fund balances	5,103,787	50,980	69,045,982
Total liabilities, deferred inflows of resources, and fund balances	\$ 5,628,449	\$ 50,980	\$ 117,319,223

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City of Richmond
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the year ended June 30, 2025

	Special Revenue Funds			
	State Gas Tax Fund	General Purpose Fund	Paratransit Operations Fund	Employment and Training Fund
REVENUES:				
Property taxes	\$ -	\$ -	\$ -	\$ -
Licenses, permits and fees	-	-	-	-
Use of money and property	317,216	-	-	-
Intergovernmental	6,380,391	-	1,098,645	2,443,496
Charges for services	-	-	226	-
Other	-	-	10,466	-
Total revenues	6,697,607	-	1,109,337	2,443,496
EXPENDITURES:				
Current:				
General government	-	-	1,351,154	-
Public safety	-	-	-	-
Public works	5,577,505	-	-	-
Community development	-	-	1,745	6,406,182
Cultural and recreational	-	-	-	-
Housing and redevelopment	-	-	-	-
Capital outlay	136,514	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	5,714,019	-	1,352,899	6,406,182
REVENUES OVER (UNDER) EXPENDITURES	983,588	-	(243,562)	(3,962,686)
OTHER FINANCING SOURCES (USES):				
Proceeds from sale of property	-	-	-	-
Transfers in	-	-	-	2,891,141
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	2,891,141
Net change in fund balances	983,588	-	(243,562)	(1,071,545)
FUND BALANCES (DEFICITS):				
Beginning of year	7,005,923	(620,497)	(1,677,948)	1,154,472
Restatements - change in non-major fund	-	620,497	-	-
Restatements	-	-	-	-
Beginning of year, as restated	7,005,923	-	(1,677,948)	1,154,472
End of year	\$ 7,989,511	\$ -	\$ (1,921,510)	\$ 82,927

Special Revenue Funds

Public Safety Fund	Lighting and Landscaping Districts Fund	Developer Impact Fees Fund	Secured Pension Override Fund	Richmond Neighborhood Stabilization Corporation Fund	Rent Program Fund
\$ -	\$ 1,895,644	\$ -	\$ 28,292,298	\$ -	\$ -
-	-	1,050,020	-	-	2,833,664
11,857	37,312	588,129	-	-	93,841
-	-	-	-	16,600	-
-	-	-	-	-	-
-	-	-	-	-	89
11,857	1,932,956	1,638,149	28,292,298	16,600	2,927,594
-	-	-	-	-	-
-	-	3,105	-	-	-
-	2,506,810	24,585	-	-	-
-	-	-	-	-	-
-	-	20,205	-	-	-
-	-	-	-	43,371	3,387,325
-	-	97,570	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	2,506,810	145,465	-	43,371	3,387,325
11,857	(573,854)	1,492,684	28,292,298	(26,771)	(459,731)
1,097	-	-	-	-	-
-	787,762	-	-	-	290,391
-	-	-	(28,292,298)	-	-
1,097	787,762	-	(28,292,298)	-	290,391
12,954	213,908	1,492,684	-	(26,771)	(169,340)
263,823	818,982	11,967,956	3,083,691	842,864	1,609,650
-	-	-	-	-	-
-	-	(77,822)	-	-	-
263,823	818,982	11,890,134	3,083,691	842,864	1,609,650
\$ 276,777	\$ 1,032,890	\$ 13,382,818	\$ 3,083,691	\$ 816,093	\$ 1,440,310

City of Richmond
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the year ended June 30, 2025

	Special Revenue Funds			
	Cost Recovery Fund	Environmental and Community Investment Agreement Fund	American Rescue Plan Act Fund	Transformative Climate Grant Fund
REVENUES:				
Property taxes	\$ -	\$ -	\$ -	\$ -
Licenses, permits and fees	7,632,902	-	-	-
Use of money and property	550,526	775,100	877,987	-
Intergovernmental	7,155,482	-	7,456,360	3,184,791
Charges for services	2,094,884	-	-	-
Other	2,725	-	-	-
Total revenues	17,436,519	775,100	8,334,347	3,184,791
EXPENDITURES:				
Current:				
General government	11,385,759	1,913,750	589,164	3,196,463
Public safety	-	188,849	-	-
Public works	831,409	331,800	3,199,833	27,326
Community development	-	-	724,058	-
Cultural and recreational	-	-	-	-
Housing and redevelopment	-	-	979,402	-
Capital outlay	7,847,199	(16,465)	1,963,902	151,024
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	20,064,367	2,417,934	7,456,359	3,374,813
REVENUES OVER (UNDER) EXPENDITURES	(2,627,848)	(1,642,834)	877,988	(190,022)
OTHER FINANCING SOURCES (USES):				
Proceeds from sale of property	-	-	-	-
Transfers in	1,520,000	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	1,520,000	-	-	-
Net change in fund balances	(1,107,848)	(1,642,834)	877,988	(190,022)
FUND BALANCES (DEFICITS):				
Beginning of year	9,093,188	17,932,669	-	(768,134)
Restatements - change in non-major fund	-	-	3,429,640	-
Restatements	-	-	(55,341)	-
Beginning of year, as restated	9,093,188	17,932,669	3,374,299	(768,134)
End of year	\$ 7,985,340	\$ 16,289,835	\$ 4,252,287	\$ (958,156)

Special Revenue Funds			Debt Service Funds		
Encampment Resolution Grant Fund	General Pension Fund	Police and Firemen's Pension Fund	2022 Pension Obligation Bonds Fund	General Debt Service Fund	Civic Center Debt Service Fund
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
130,918	31,353	1,251,878	21,189	3,438	25,831
2,475,791	-	-	-	-	-
-	-	-	-	-	6,374,269
-	-	-	-	-	-
2,606,709	31,353	1,251,878	21,189	3,438	6,400,100
2,475,791	217,862	-	-	-	-
-	-	654,450	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	4,110,000
-	-	-	8,431,859	5,317	3,716,074
2,475,791	217,862	654,450	8,431,859	5,317	7,826,074
130,918	(186,509)	597,428	(8,410,670)	(1,879)	(1,425,974)
-	-	-	-	-	-
-	-	-	8,427,321	-	1,482,453
-	-	-	-	-	-
-	-	-	8,427,321	-	1,482,453
130,918	(186,509)	597,428	16,651	(1,879)	56,479
1,347	804,079	10,212,179	148,463	78,863	(1,719,617)
-	-	-	-	-	-
-	-	-	-	-	-
1,347	804,079	10,212,179	148,463	78,863	(1,719,617)
\$ 132,265	\$ 617,570	\$ 10,809,607	\$ 165,114	\$ 76,984	\$ (1,663,138)

City of Richmond
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the year ended June 30, 2025

	Capital Projects Funds		Total
	Measure C/J Fund	Harbor Navigation Fund	Nonmajor Governmental Funds
REVENUES:			
Property taxes	\$ -	\$ -	\$ 30,187,942
Licenses, permits and fees	-	-	11,516,586
Use of money and property	180,682	2,204	4,899,461
Intergovernmental	2,247,953	-	32,459,509
Charges for services	-	-	8,469,379
Other	-	-	13,280
Total revenues	2,428,635	2,204	87,546,157
EXPENDITURES:			
Current:			
General government	-	-	21,129,943
Public safety	-	-	846,404
Public works	785,763	-	13,285,031
Community development	-	-	7,131,985
Cultural and recreational	-	-	20,205
Housing and redevelopment	-	-	4,410,098
Capital outlay	240,736	-	10,420,480
Debt service:			
Principal	-	-	4,110,000
Interest and fiscal charges	-	-	12,153,250
Total expenditures	1,026,499	-	73,507,396
REVENUES OVER (UNDER)			
EXPENDITURES	1,402,136	2,204	14,038,761
OTHER FINANCING SOURCES (USES):			
Proceeds from sale of property	-	-	1,097
Transfers in	-	-	15,399,068
Transfers out	-	-	(28,292,298)
Total other financing sources (uses)	-	-	(12,892,133)
Net change in fund balances	1,402,136	2,204	1,146,628
FUND BALANCES (DEFICITS):			
Beginning of year	3,701,651	48,776	63,982,380
Restatements - change in non-major fund	-	-	4,050,137
Restatements	-	-	(133,163)
Beginning of year, as restated	3,701,651	48,776	67,899,354
End of year	\$ 5,103,787	\$ 50,980	\$ 69,045,982

City of Richmond

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

State Gas Tax Fund

For the year ended June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Use of money and property	\$ -	\$ -	\$ 317,216	\$ 317,216
Intergovernmental	6,139,759	6,139,759	6,380,391	240,632
Total revenues	6,139,759	6,139,759	6,697,607	557,848
EXPENDITURES:				
Current:				
Public works	5,730,676	7,361,339	5,577,505	1,783,834
Capital outlay	3,438,927	3,670,331	136,514	3,533,817
Total expenditures	9,169,603	11,031,670	5,714,019	5,317,651
REVENUES OVER (UNDER)				
EXPENDITURES	(3,029,844)	(4,891,911)	983,588	5,875,499
Net change in fund balances	\$ (3,029,844)	\$ (4,891,911)	983,588	\$ 5,875,499
FUND BALANCES (DEFICITS):				
Beginning of year			7,005,923	
End of year			\$ 7,989,511	

City of Richmond

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

Paratransit Operations Fund

For the year ended June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Intergovernmental	\$ 840,000	\$ 840,000	\$ 1,098,645	\$ 258,645
Other	20,000	20,000	10,466	(9,534)
Total revenues	860,000	860,000	1,109,337	249,337
EXPENDITURES:				
Current:				
General government	1,318,077	1,517,077	1,351,154	165,923
Community development	3,400	3,400	1,745	1,655
Total expenditures	1,321,477	1,520,477	1,352,899	167,578
REVENUES OVER (UNDER)				
EXPENDITURES	(461,477)	(660,477)	(243,562)	416,915
Net change in fund balances	\$ (461,477)	\$ (660,477)	(243,562)	\$ 416,915
FUND BALANCES (DEFICITS):				
Beginning of year			(1,677,948)	
End of year			\$ (1,921,510)	

City of Richmond

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Employment and Training Fund For the year ended June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Intergovernmental	\$ 5,779,355	\$ 5,879,883	\$ 2,443,496	\$ (3,436,387)
Total revenues	5,779,355	5,879,883	2,443,496	(3,436,387)
EXPENDITURES:				
Current:				
Community development	8,536,131	9,222,387	6,406,182	2,816,205
Total expenditures	8,536,131	9,222,387	6,406,182	2,816,205
REVENUES OVER (UNDER) EXPENDITURES				
	(2,756,776)	(3,342,504)	(3,962,686)	(620,182)
OTHER FINANCING SOURCES (USES):				
Transfers in	2,756,777	3,051,532	2,891,141	(160,391)
Total other financing sources (uses)	2,756,777	3,051,532	2,891,141	(160,391)
Net change in fund balances	\$ 1	\$ (290,972)	(1,071,545)	\$ (780,573)
FUND BALANCES (DEFICITS):				
Beginning of year			1,154,472	
End of year			\$ 82,927	

City of Richmond
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Public Safety Fund
For the year ended June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Use of money and property	\$ -	\$ -	\$ 11,857	\$ 11,857
Total revenues	-	-	11,857	11,857
EXPENDITURES:				
Current:				
Public safety	170,000	170,000	-	170,000
Total expenditures	170,000	170,000	-	170,000
REVENUES OVER (UNDER)				
EXPENDITURES	(170,000)	(170,000)	11,857	181,857
Net change in fund balances	\$ (170,000)	\$ (170,000)	12,954	\$ 182,954
FUND BALANCES (DEFICITS):				
Beginning of year			263,823	
End of year			\$ 276,777	

City of Richmond

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

Lighting and Landscaping Districts Fund

For the year ended June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Property taxes	\$ 1,889,142	\$ 1,889,142	\$ 1,895,644	\$ 6,502
Use of money and property	-	-	37,312	37,312
Total revenues	1,889,142	1,889,142	1,932,956	43,814
EXPENDITURES:				
Current:				
Public works	2,575,072	2,575,074	2,506,810	68,264
Total expenditures	2,575,072	2,575,074	2,506,810	68,264
REVENUES OVER (UNDER) EXPENDITURES	(685,930)	(685,932)	(573,854)	112,078
OTHER FINANCING SOURCES (USES):				
Transfers in	733,667	787,762	787,762	-
Total other financing sources (uses)	733,667	787,762	787,762	-
Net change in fund balances	\$ 47,737	\$ 101,830	213,908	\$ 112,078
FUND BALANCES (DEFICITS):				
Beginning of year			818,982	
End of year			\$ 1,032,890	

City of Richmond

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

Developer Impact Fees Fund

For the year ended June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Licenses, permits and fees	\$ -	\$ 1,050,022	\$ 1,050,020	\$ (2)
Use of money and property	-	-	588,129	588,129
Total revenues	-	1,050,022	1,638,149	588,127
EXPENDITURES:				
Current:				
Public safety	65,000	68,105	3,105	65,000
Public works	-	69,192	24,585	44,607
Cultural and recreational	207,000	201,809	20,205	181,604
Capital outlay	2,341,062	3,022,259	97,570	2,924,689
Total expenditures	2,613,062	3,361,365	145,465	3,215,900
REVENUES OVER (UNDER)				
EXPENDITURES	(2,613,062)	(2,311,343)	1,492,684	3,804,027
Net change in fund balances	\$ (2,613,062)	\$ (2,311,343)	1,492,684	\$ 3,804,027
FUND BALANCES (DEFICITS):				
Beginning of year			11,967,956	
Restatements			(77,822)	
Beginning of year, as restated			11,890,134	
End of year			<u>\$ 13,382,818</u>	

City of Richmond

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

Secured Pension Override Fund

For the year ended June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Property taxes	\$ 28,502,143	\$ 28,502,143	\$ 28,292,298	\$ (209,845)
Total revenues	28,502,143	28,502,143	28,292,298	(209,845)
OTHER FINANCING SOURCES (USES):				
Transfers out	(28,502,143)	(28,502,143)	(28,292,298)	209,845
Total other financing sources (uses)	(28,502,143)	(28,502,143)	(28,292,298)	209,845
Net change in fund balances	\$ -	\$ -	-	\$ -
FUND BALANCES (DEFICITS):				
Beginning of year			3,083,691	
End of year			\$ 3,083,691	

City of Richmond

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

Richmond Neighborhood Stabilization Corporation Fund

For the year ended June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Other	\$ 15,000	\$ 15,000	\$ -	\$ (15,000)
Total revenues	15,000	31,600	16,600	(15,000)
EXPENDITURES:				
Current:				
Housing and redevelopment	30,169	46,769	43,371	3,398
Total expenditures	30,169	46,769	43,371	3,398
REVENUES OVER (UNDER)				
EXPENDITURES	(15,169)	(15,169)	(26,771)	(11,602)
Net change in fund balances	\$ (15,169)	\$ (15,169)	(26,771)	\$ (11,602)
FUND BALANCES (DEFICITS):				
Beginning of year			842,864	
End of year			\$ 816,093	

City of Richmond

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

Rent Program Fund

For the year ended June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Licenses, permits and fees	\$ 3,299,011	\$ 3,289,011	\$ 2,833,664	\$ (455,347)
Use of money and property	50,000	50,000	93,841	43,841
Other	50,000	50,000	89	(49,911)
Total revenues	3,399,011	3,389,011	2,927,594	(461,417)
EXPENDITURES:				
Current:				
Housing and redevelopment	3,589,401	3,579,401	3,387,325	192,076
Total expenditures	3,589,401	3,579,401	3,387,325	192,076
REVENUES OVER (UNDER)				
EXPENDITURES	(190,390)	(190,390)	(459,731)	(269,341)
OTHER FINANCING SOURCES (USES):				
Transfers in	290,391	290,391	290,391	-
Total other financing sources (uses)	290,391	290,391	290,391	-
Net change in fund balances	\$ 100,001	\$ 100,001	(169,340)	\$ (269,341)
FUND BALANCES (DEFICITS):				
Beginning of year			1,609,650	
End of year			\$ 1,440,310	

City of Richmond

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

Cost Recovery Fund

For the year ended June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Licenses, permits and fees	\$ 7,607,283	\$ 7,607,283	\$ 7,632,902	\$ 25,619
Use of money and property	82,307	82,307	550,526	468,219
Intergovernmental	23,968,825	29,050,428	7,155,482	(21,894,946)
Charges for services	3,564,000	3,564,000	2,094,884	(1,469,116)
Other	50	50	2,725	2,675
Total revenues	35,222,465	40,304,068	17,436,519	(22,867,549)
EXPENDITURES:				
Current:				
General government	15,371,960	17,635,009	11,385,759	6,249,250
Public works	1,154,447	1,154,447	831,409	323,038
Capital outlay	17,123,837	29,163,479	7,847,199	21,316,280
Total expenditures	33,650,244	47,952,935	20,064,367	27,888,568
REVENUES OVER (UNDER) EXPENDITURES	1,572,221	(7,648,867)	(2,627,848)	5,021,019
OTHER FINANCING SOURCES (USES):				
Transfers in	1,000,000	2,000,000	1,520,000	(480,000)
Total other financing sources (uses)	1,000,000	2,000,000	1,520,000	(480,000)
Net change in fund balances	\$ 2,572,221	\$ (5,648,867)	(1,107,848)	\$ 4,541,019
FUND BALANCES (DEFICITS):				
Beginning of year			9,093,188	
End of year			\$ 7,985,340	

City of Richmond

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Environmental and Community Investment Agreement Fund For the year ended June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Use of money and property	\$ -	\$ -	\$ 775,100	\$ 775,100
Total revenues	-	-	775,100	775,100
EXPENDITURES:				
Current:				
General government	10,077,627	10,768,086	1,913,750	8,854,336
Public safety	266,000	266,000	188,849	77,151
Public works	374,512	624,512	331,800	292,712
Cultural and recreational	432,442	432,442	-	432,442
Capital outlay	-	413,320	(16,465)	429,785
Total expenditures	11,150,581	12,504,360	2,417,934	10,086,426
REVENUES OVER (UNDER) EXPENDITURES	(11,150,581)	(12,504,360)	(1,642,834)	10,861,526
Net change in fund balances	\$ (11,150,581)	\$ (12,504,360)	(1,642,834)	\$ 10,861,526
FUND BALANCES (DEFICITS):				
Beginning of year			17,932,669	
End of year			\$ 16,289,835	

City of Richmond

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

American Rescue Plan Act Fund

For the year ended June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Intergovernmental	\$ -	\$ -	\$ 7,456,360	\$ 7,456,360
Total revenues	-	-	8,334,347	8,334,347
EXPENDITURES:				
Current:				
General government	1,500,000	970,227	589,164	381,063
Community development	900,000	812,029	724,058	87,971
Capital outlay	10,127,761	10,369,858	1,963,902	8,405,956
Total expenditures	15,826,994	20,794,883	7,456,359	13,338,524
REVENUES OVER (UNDER)				
EXPENDITURES	(15,826,994)	(20,794,883)	877,988	21,672,871
Net change in fund balances	\$ (15,826,994)	\$ (20,794,883)	877,988	\$ 21,672,871
FUND BALANCES (DEFICITS):				
Beginning of year			3,429,640	
End of year			\$ 4,252,287	

City of Richmond

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

Transformative Climate Grant Fund

For the year ended June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Intergovernmental	\$ 15,266,250	\$ 15,416,250	\$ 3,184,791	\$ (12,231,459)
Total revenues	15,266,250	15,416,250	3,184,791	(12,231,459)
EXPENDITURES:				
Current:				
General government	10,095,957	13,018,174	3,196,463	9,821,711
Capital outlay	4,726,873	5,079,027	151,024	4,928,003
Total expenditures	14,822,830	18,170,247	3,374,813	14,795,434
REVENUES OVER (UNDER) EXPENDITURES	443,420	(2,753,997)	(190,022)	2,563,975
Net change in fund balances	\$ 443,420	\$ (2,753,997)	(190,022)	\$ 2,563,975
FUND BALANCES (DEFICITS):				
Beginning of year			(768,134)	
End of year			\$ (958,156)	

City of Richmond

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Encampment Resolution Grant Fund For the year ended June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
REVENUES:				
Use of money and property	\$ -	\$ -	\$ 130,918	\$ 130,918
Intergovernmental	4,301,294	13,638,040	2,475,791	(11,162,249)
Total revenues	4,301,294	13,638,040	2,606,709	(11,031,331)
EXPENDITURES:				
Current:				
General government	4,301,294	15,435,705	2,475,791	12,959,914
Total expenditures	4,301,294	15,435,705	2,475,791	12,959,914
REVENUES OVER (UNDER)				
EXPENDITURES	-	(1,797,665)	130,918	1,928,583
Net change in fund balances	\$ -	\$ (1,797,665)	130,918	\$ 1,928,583
FUND BALANCES (DEFICITS):				
Beginning of year			1,347	
End of year			\$ 132,265	

City of Richmond
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
General Pension Fund
For the year ended June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Use of money and property	\$ -	\$ -	\$ 31,353	\$ 31,353
Total revenues	-	-	31,353	31,353
EXPENDITURES:				
Current:				
General government	-	-	217,862	(217,862)
Total expenditures	-	-	217,862	(217,862)
REVENUES OVER (UNDER)				
EXPENDITURES	-	-	(186,509)	(186,509)
Net change in fund balances	\$ -	\$ -	(186,509)	\$ (186,509)
FUND BALANCES (DEFICITS):				
Beginning of year			804,079	
End of year			\$ 617,570	

City of Richmond

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

Police and Fire Pension Fund

For the year ended June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Use of money and property	\$ -	\$ -	\$ 1,251,878	\$ 1,251,878
Total revenues	-	-	1,251,878	1,251,878
EXPENDITURES:				
Current:				
Public safety	-	-	654,450	(654,450)
Total expenditures	-	-	654,450	(654,450)
REVENUES OVER (UNDER) EXPENDITURES	-	-	597,428	597,428
Net change in fund balances	\$ -	\$ -	597,428	\$ 597,428
FUND BALANCES (DEFICITS):				
Beginning of year			10,212,179	
End of year			\$ 10,809,607	

City of Richmond

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

2022 Pension Obligation Bonds Fund

For the year ended June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Use of money and property	\$ -	\$ -	\$ 21,189	\$ 21,189
Total revenues	-	-	21,189	21,189
EXPENDITURES:				
Debt service:				
Interest and fiscal charges	8,431,249	8,431,249	8,431,859	(610)
Total expenditures	8,431,249	8,431,249	8,431,859	(610)
REVENUES OVER (UNDER) EXPENDITURES				
	(8,431,249)	(8,431,249)	(8,410,670)	20,579
OTHER FINANCING SOURCES (USES):				
Transfers in	8,431,249	8,431,249	8,427,321	(3,928)
Total other financing sources (uses)	8,431,249	8,431,249	8,427,321	(3,928)
Net change in fund balances	\$ -	\$ -	16,651	\$ 16,651
FUND BALANCES (DEFICITS):				
Beginning of year			148,463	
End of year			\$ 165,114	

City of Richmond
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
General Debt Service Fund
For the year ended June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Use of money and property	\$ -	\$ -	\$ 3,438	\$ 3,438
Total revenues	-	-	3,438	3,438
EXPENDITURES:				
Debt service:				
Interest and fiscal charges	5,500	5,500	5,317	183
Total expenditures	5,500	5,500	5,317	183
REVENUES OVER (UNDER)				
EXPENDITURES	(5,500)	(5,500)	(1,879)	3,621
Net change in fund balances	\$ (5,500)	\$ (5,500)	(1,879)	\$ 3,621
FUND BALANCES (DEFICITS):				
Beginning of year			78,863	
End of year			\$ 76,984	

City of Richmond

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

Civic Center Debt Service Fund

For the year ended June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Use of money and property	\$ -	\$ -	\$ 25,831	25,831
Charges for services	6,247,798	6,247,798	6,374,269	126,471
Total revenues	6,247,798	6,247,798	6,400,100	152,302
EXPENDITURES:				
Current:				
Debt service:				
Principal	4,110,000	4,110,000	4,110,000	-
Interest and fiscal charges	3,715,088	3,715,088	3,716,074	(986)
Total expenditures	7,825,088	7,825,088	7,826,074	(986)
REVENUES OVER (UNDER)				
EXPENDITURES	(1,577,290)	(1,577,290)	(1,425,974)	151,316
OTHER FINANCING SOURCES (USES):				
Transfers in	1,482,453	1,482,453	1,482,453	-
Total other financing sources (uses)	1,482,453	1,482,453	1,482,453	-
Net change in fund balances	\$ (94,837)	\$ (94,837)	56,479	\$ 151,316
FUND BALANCES (DEFICITS):				
Beginning of year			(1,719,617)	
End of year			\$ (1,663,138)	

City of Richmond

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

General Capital Improvement Fund

For the year ended June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Use of money and property	\$ -	\$ -	\$ 2,295,541	\$ 2,295,541
Total revenues	-	-	2,295,541	2,295,541
EXPENDITURES:				
Current:				
General government	-	-	19,911	(19,911)
Public works	7,983,555	8,697,949	3,364,818	5,333,131
Capital outlay	15,528,379	32,403,955	2,713,888	29,690,067
Total expenditures	23,511,934	41,101,904	6,098,617	35,003,287
REVENUES OVER (UNDER)				
EXPENDITURES	(23,511,934)	(41,101,904)	(3,803,076)	37,298,828
OTHER FINANCING SOURCES (USES):				
Transfers in	8,182,000	20,076,138	20,076,138	-
Transfers out	-	(1,101,338)	(1,101,338)	-
Total other financing sources (uses)	8,182,000	18,974,800	18,974,800	-
Net change in fund balances	\$ (15,329,934)	\$ (22,127,104)	15,171,724	\$ 37,298,828
FUND BALANCES (DEFICITS):				
Beginning of year			39,996,171	
End of year			\$ 55,167,895	

City of Richmond

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

Measure C/J Fund

For the year ended June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Use of money and property	\$ -	\$ -	\$ 180,682	\$ 180,682
Intergovernmental	1,527,861	1,527,861	2,247,953	720,092
Total revenues	1,527,861	1,527,861	2,428,635	900,774
EXPENDITURES:				
Current:				
Public works	2,742,280	3,214,324	785,763	2,428,561
Capital outlay	180,000	866,026	240,736	625,290
Total expenditures	2,922,280	4,080,350	1,026,499	3,053,851
REVENUES OVER (UNDER)				
EXPENDITURES	(1,394,419)	(2,552,489)	1,402,136	3,954,625
Net change in fund balances	\$ (1,394,419)	\$ (2,552,489)	1,402,136	\$ 3,954,625
FUND BALANCES (DEFICITS):				
Beginning of year			3,701,651	
End of year			\$ 5,103,787	

City of Richmond

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

Harbor Navigation Fund

For the year ended June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Use of money and property	\$ -	\$ -	\$ 2,204	\$ 2,204
Total revenues	-	-	2,204	2,204
Net change in fund balances	\$ -	\$ -	2,204	\$ 2,204
FUND BALANCES (DEFICITS):				
Beginning of year			48,776	
End of year			\$ 50,980	

NONMAJOR ENTERPRISE FUNDS

Richmond Marina Fund records revenues collected from berth rentals and the use of the marina facilities. The fund also records expenses incurred for the operation of the facility and for the payment of the loan from the California Department of Boating and Waterways.

Storm Sewer Fund records the revenues from storm sewer fees and transfers from operations reserves. It also records the expenses of maintaining a clean storm sewer system so that the City is in compliance with the federally mandated Stormwater Pollution Prevention Program.

Cable TV Fund was setup for the administration and enforcement of the franchise agreements with two cable television systems, management of municipal cable channel, departmental video services, media and public information, and telecommunications planning. The fund records revenue received from franchise fees and indirect charges to other funds and administration expenses incurred in operating the system.

City of Richmond
Combining Statement of Net Position
Nonmajor Enterprise Funds
For the year ended June 30, 2025

	Richmond Marina Fund	Storm Sewer Fund	Cable TV Fund	Total Nonmajor Enterprise Funds
ASSETS				
Current assets:				
Cash and investments	\$ 5,884,695	\$ 1,385,990	\$ -	\$ 7,270,685
Restricted cash and investments	96,768	-	-	96,768
Receivables:				
Accounts, net	80,359	5,213	178,539	264,111
Interest	12,426	1,952	-	14,378
Grants	-	993,683	-	993,683
Leases	113,568	111,667	-	225,235
Total current assets	6,187,816	2,498,505	178,539	8,864,860
Noncurrent assets:				
Receivables:				
Lease receivables	4,959,205	(69,764)	-	4,889,441
Capital assets:				
Nondepreciable	330,794	6,899,113	-	7,229,907
Depreciable	4,338,356	30,889,661	140,882	35,368,899
Less accumulated depreciation	(3,488,558)	(30,025,584)	(128,776)	(33,642,918)
Net capital assets	1,180,592	7,763,190	12,106	8,955,888
Total noncurrent assets	6,139,797	7,693,426	12,106	13,845,329
Total assets	12,327,613	10,191,931	190,645	22,710,189
DEFERRED OUTFLOWS OF RESOURCES				
Deferred outflows of resources - pension	-	23,734	302,409	326,143
Deferred outflows of resources - OPEB	-	17	290	307
Total deferred outflows of resources	-	23,751	302,699	326,450
LIABILITIES				
Current liabilities:				
Accounts payable and accrued liabilities	32,497	444,308	6,769	483,574
Interest payable	78,456	-	-	78,456
Due to other funds	-	-	34,465	34,465
Refundable deposits	98,052	1,200	-	99,252
Compensated absences - current	-	-	35,761	35,761
Long-term debt - current	121,227	-	-	121,227
Total current liabilities	330,232	445,508	76,995	852,735
Noncurrent liabilities:				
Compensated absences	-	-	135,424	135,424
Long-term debt	1,780,726	-	-	1,780,726
Net pension liability	-	111,341	1,418,648	1,529,989
Net OPEB liability	-	28,689	478,152	506,841
Total noncurrent liabilities	1,780,726	140,030	2,032,224	3,952,980
Total liabilities	2,110,958	585,538	2,109,219	4,805,715
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows of resources - OPEB	-	3,574	59,558	63,132
Deferred inflows of resources - leases	4,883,305	37,897	-	4,921,202
Total deferred inflows of resources	4,883,305	41,471	59,558	4,984,334
NET POSITION (DEFICIT)				
Net investment in capital assets	(721,361)	7,763,190	12,106	7,053,935
Restricted for debt service	96,768	-	-	96,768
Unrestricted	5,957,943	1,825,483	(1,687,539)	6,095,887
Total net position	\$ 5,333,350	\$ 9,588,673	\$ (1,675,433)	\$ 13,246,590

City of Richmond
Combining Statement of Revenues, Expenses and Changes in Fund Net Position
Nonmajor Enterprise Funds
For the year ended June 30, 2025

	Richmond Marina Fund	Storm Sewer Fund	Cable TV Fund	Total Nonmajor Enterprise Funds
OPERATING REVENUES:				
Rental	\$ 162,777	\$ 5,865	\$ -	\$ 168,642
Service charges	-	2,032,615	762,159	2,794,774
Lease income	351,701	20	-	351,721
Other	-	-	500	500
Total operating revenues	514,478	2,038,500	762,659	3,315,637
OPERATING EXPENSES:				
Salaries and benefits	-	88,001	928,103	1,016,104
General and administrative	91,399	1,618,854	256,610	1,966,863
Maintenance	25,896	647,832	-	673,728
Depreciation	84,278	44,475	1,990	130,743
Total operating expenses	201,573	2,399,162	1,186,703	3,787,438
OPERATING INCOME (LOSS)	312,905	(360,662)	(424,044)	(471,801)
NONOPERATING REVENUES (EXPENSES):				
Interest income	383,980	35,391	6,617	425,988
Grants	-	2,539,989	-	2,539,989
Interest expense	(86,023)	-	-	(86,023)
Total nonoperating revenues (expenses)	297,957	2,575,380	6,617	2,879,954
Income (loss) before contributions and transfers	610,862	2,214,718	(417,427)	2,408,153
CONTRIBUTIONS AND TRANSFERS:				
Transfers out	(86,778)	-	-	(86,778)
Total contributions and transfers	(86,778)	-	72,037	(14,741)
Change in net position	524,084	2,214,718	(345,390)	2,393,412
NET POSITION:				
Beginning of year	4,809,266	7,373,955	(1,242,474)	10,940,747
Restatements	-	-	(87,569)	(87,569)
Beginning of year, as restated	4,809,266	7,373,955	(1,330,043)	10,853,178
End of year	\$ 5,333,350	\$ 9,588,673	\$ (1,675,433)	\$ 13,246,590

City of Richmond
Combining Statement of Cash Flows
Nonmajor Enterprise Funds
For the year ended June 30, 2025

	Richmond Marina Fund	Storm Sewer Fund	Cable TV Fund	Total Nonmajor Enterprise Funds
CASH FLOWS FROM OPERATING ACTIVITIES:				
Receipts from customers	\$ 467,809	\$ 1,645,359	\$ 802,452	\$ 2,915,620
Payments to suppliers	(80,867)	(2,328,457)	(250,425)	(2,659,749)
Payments to employees	-	(76,901)	(988,804)	(1,065,705)
Net cash provided by (used in) operating activities	386,942	(759,999)	(436,777)	(809,834)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Interfund receipts (payments)	-	(76,910)	34,465	(42,445)
Transfers in	-	-	72,037	72,037
Transfers out	(86,778)	-	-	(86,778)
Net cash provided by (used in) noncapital financing activities	(86,778)	(76,910)	106,502	(57,186)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Grant receipts	-	2,539,989	-	2,539,989
Acquisition of capital assets	-	(350,529)	-	(350,529)
Principal payments on capital debt	(116,007)	-	-	(116,007)
Interest paid	(90,808)	-	-	(90,808)
Net cash provided by (used in) capital and related financing activities	(206,815)	2,189,460	-	1,982,645
CASH FLOWS FROM INVESTING ACTIVITIES:				
Interest	380,221	33,439	7,235	420,895
Net cash provided by (used in) investing activities	380,221	33,439	7,235	420,895
Net cash flows	473,570	1,385,990	(323,040)	1,536,520
CASH AND INVESTMENTS - Beginning of year	5,507,893	-	323,040	5,830,933
CASH AND INVESTMENTS - End of year	\$ 5,981,463	\$ 1,385,990	\$ -	\$ 7,367,453
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:				
Operating income (loss)	\$ 312,905	\$ (360,662)	\$ (424,044)	\$ (471,801)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation expense	84,278	44,475	1,990	130,743
Changes in assets and liabilities:				
Receivables, net	5,427	199,745	39,793	244,965
Accounts payable and accrued liabilities	32,497	(61,771)	6,185	(23,089)
Refundable deposits	3,931	-	-	3,931
Unearned revenue	-	(591,867)	-	(591,867)
Compensated absences payable	-	-	6,862	6,862
Net pension liability and deferred outflows/inflows	-	16,717	26,077	42,794
Net OPEB liability and deferred outflows/inflows	-	(5,617)	(93,640)	(99,257)
lease receivable and deferred outflows/inflows	(52,096)	(1,019)	-	(53,115)
Net cash provided by (used in) operating activities	\$ 386,942	\$ (759,999)	\$ (436,777)	\$ (809,834)

INTERNAL SERVICE FUNDS

Internal Service Funds are used to finance and account for special activities and services performed by a designated department for other departments in the City on a cost reimbursement basis.

The concept of major funds introduced by GASB Statement No. 34 does not extend to internal service funds because they do not do business with outside parties. GASB Statement No. 34 requires that for the Statement of Activities, the net revenues or expenses of each internal service fund be eliminated by netting them against the operations of the other City departments which generated them. The remaining balance sheet items are consolidated with these same funds in the Statement of Net Position.

However, internal service funds are still presented separately in the Fund Financial Statements, including the funds below.

Insurance Reserves Fund is used to report activities related to employees' claims due to industrial injuries and activities related to general claims against the City for damages incurred.

Equipment Services and Replacement Fund is used to report activities related to maintenance and replacement of City vehicles.

Compensated Absences Fund is used to account for sick, vacation and compensatory time leave payouts related to employee retirements.

City of Richmond
Combining Statement of Net Position
Internal Service Funds
For the year ended June 30, 2025

	Insurance Reserves	Equipment Services and Replacement	Compensated Absences	Total Internal Service Funds
ASSETS				
Current assets:				
Cash and investments	\$ 63,952,298	\$ 10,763,676	\$ 2,880,392	\$ 77,596,366
Receivables:				
Interest	132,923	-	6,042	138,965
Grants	923,341	-	-	923,341
Prepays	99,855	-	-	99,855
Total current assets	<u>65,108,417</u>	<u>10,763,676</u>	<u>2,886,434</u>	<u>78,758,527</u>
Noncurrent assets:				
Capital assets:				
Nondepreciable	-	5,320,774	-	5,320,774
Depreciable	-	36,729,775	-	36,729,775
Less accumulated depreciation	-	(25,228,803)	-	(25,228,803)
Net capital assets	<u>-</u>	<u>16,821,746</u>	<u>-</u>	<u>16,821,746</u>
Total noncurrent assets	<u>-</u>	<u>16,821,746</u>	<u>-</u>	<u>16,821,746</u>
Total assets	<u>65,108,417</u>	<u>27,585,422</u>	<u>2,886,434</u>	<u>95,580,273</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred outflows of resources - pension	158,097	-	-	158,097
Deferred outflows of resources - OPEB	174	-	-	174
Total deferred outflows of resources	<u>158,271</u>	<u>-</u>	<u>-</u>	<u>158,271</u>
LIABILITIES				
Current liabilities:				
Accounts payable and accrued liabilities	194,133	654,056	-	848,189
Interest payable	-	4,490	-	4,490
Compensated absences - current	9,011	-	-	9,011
Claims payable - current	15,600,347	-	-	15,600,347
Long-term debt - current	-	294,381	-	294,381
Total current liabilities	<u>15,803,491</u>	<u>952,927</u>	<u>-</u>	<u>16,756,418</u>
Noncurrent liabilities:				
Compensated absences	21,690	-	-	21,690
Claims payable	42,504,295	-	-	42,504,295
Long-term debt	-	624,265	-	624,265
Net pension liability	741,655	-	-	741,655
Net OPEB liability	286,891	-	-	286,891
Total noncurrent liabilities	<u>43,554,531</u>	<u>624,265</u>	<u>-</u>	<u>44,178,796</u>
Total liabilities	<u>59,358,022</u>	<u>1,577,192</u>	<u>-</u>	<u>60,935,214</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows of resources - OPEB	35,735	-	-	35,735
Total deferred inflows of resources	<u>35,735</u>	<u>-</u>	<u>-</u>	<u>35,735</u>
NET POSITION (DEFICIT)				
Net investment in capital assets	-	15,903,100	-	15,903,100
Unrestricted	5,872,931	10,105,130	2,886,434	18,864,495
Total net position	<u>\$ 5,872,931</u>	<u>\$ 26,008,230</u>	<u>\$ 2,886,434</u>	<u>\$ 34,767,595</u>

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

	Insurance Reserves	Equipment Services and Replacement	Compensated Absences	Total Internal Service Funds
OPERATING REVENUES:				
Service charges - internal	\$ 28,366,243	\$ 9,701,518	\$ 3,000,000	\$ 41,067,761
Other	10,946	69,662	-	80,608
Total operating revenues	28,377,189	9,771,180	3,000,000	41,148,369
OPERATING EXPENSES:				
Salaries and benefits	330,183	-	2,322,843	2,653,026
General and administrative	1,579,033	-	-	1,579,033
Maintenance	-	156,890	-	156,890
Depreciation	-	2,432,250	-	2,432,250
Claims losses	24,519,469	-	-	24,519,469
Other	450	28,952	-	29,402
Total operating expenses	26,429,135	2,618,092	2,322,843	31,370,070
OPERATING INCOME (LOSS)	1,948,054	7,153,088	677,157	9,778,299
NONOPERATING REVENUES (EXPENSES):				
Interest income	2,546,279	-	113,415	2,659,694
Interest expense	-	(41,488)	-	(41,488)
Total nonoperating revenues (expenses)	2,546,279	(41,488)	113,415	2,618,206
Income (loss) before contributions and transfers	4,494,333	7,111,600	790,572	12,396,505
CONTRIBUTIONS AND TRANSFERS:				
Transfers in	-	426,019	-	426,019
Transfers out	(4,100,000)	(40,281)	-	(4,140,281)
Total contributions and transfers	(4,100,000)	385,738	-	(3,714,262)
Change in net position	394,333	7,497,338	790,572	8,682,243
NET POSITION:				
Beginning of year	5,481,374	18,510,892	2,095,862	26,088,128
Prior period adjustments	(2,776)	-	-	(2,776)
Beginning of year, as restated	5,478,598	18,510,892	2,095,862	26,085,352
End of year	\$ 5,872,931	\$ 26,008,230	\$ 2,886,434	\$ 34,767,595

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

	Insurance Reserves	Equipment Services and Replacement	Compensated Absences	Total Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES:				
Receipts from interfund services	\$ 28,377,189	\$ 9,771,180	\$ 3,000,000	\$ 41,148,369
Payments to suppliers	(2,711,635)	(27,313)	-	(2,738,948)
Payments to employees	(575,091)	-	(2,322,843)	(2,897,934)
Insurance premiums and claims paid	(18,586,391)	-	-	(18,586,391)
Net cash provided by (used in) operating activities	6,504,072	9,743,867	677,157	16,925,096
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Transfers in	-	426,019	-	426,019
Transfers out	(4,100,000)	(40,281)	-	(4,140,281)
Net cash provided by (used in) noncapital financing activities	(4,100,000)	385,738	-	(3,714,262)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Acquisition of capital assets	-	(2,756,644)	-	(2,756,644)
Principal payments on capital debt	-	(283,146)	-	(283,146)
Interest paid	-	(42,872)	-	(42,872)
Net cash provided by (used in) capital and related financing activities	-	(3,082,662)	-	(3,082,662)
CASH FLOWS FROM INVESTING ACTIVITIES:				
Interest	2,509,869	-	110,588	2,620,457
Net cash provided by (used in) investing activities	2,509,869	-	110,588	2,620,457
Net cash flows	4,913,941	7,046,943	787,745	12,748,629
CASH AND INVESTMENTS - Beginning of year	59,038,357	3,716,733	2,092,647	64,847,737
CASH AND INVESTMENTS - End of year	\$ 63,952,298	\$ 10,763,676	\$ 2,880,392	\$ 77,596,366
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:				
Operating income (loss)	\$ 1,948,054	\$ 7,153,088	\$ 677,157	\$ 9,778,299
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation expense	-	2,432,250	-	2,432,250
Changes in assets and liabilities:				
Prepays and other assets	119,825	-	-	119,825
Accounts payable and accrued liabilities	(1,251,977)	158,529	-	(1,093,448)
Compensated absences payable	14,899	-	-	14,899
Claims payable	5,933,078	-	-	5,933,078
Net pension liability and deferred outflows/inflows	(203,623)	-	-	(203,623)
Net OPEB liability and deferred outflows/inflows	(56,184)	-	-	(56,184)
Net cash provided by (used in) operating activities	\$ 6,504,072	\$ 9,743,867	\$ 677,157	\$ 16,925,096

TRUST FUNDS

Private-Purpose Trust Funds

Pt. Molate Fund is used to account for assets held by the City as an agent for the U.S. Navy and a private developer for the cleanup of Point Molate.

Successor Agency to the Richmond Community Redevelopment Agency Fund accounts for the activities of the Successor Agency to the former Redevelopment Agency.

City of Richmond
Combining Statement of Fiduciary Net Position
Private Purpose Trust Funds
June 30, 2025

	Pt. Molate	Successor Agency to the Richmond Community Redevelopment Agency	Total
ASSETS			
Cash and investments	\$ -	\$ 13,934,247	\$ 13,934,247
Restricted cash and investments	311,477	15,279,694	15,591,171
Interest receivable	1,033	1,349	2,382
Prepays and other assets	-	4,740,753	4,740,753
Total assets	312,510	33,956,043	34,268,553
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows of resources - deferred loss on refunding	-	256,237	256,237
Total deferred outflows of resources	-	256,237	256,237
LIABILITIES			
Accounts payable and accrued liabilities	-	33,675	33,675
Interest payable	-	347,828	347,828
Long-term debt:			
Due within one year	-	8,130,000	8,130,000
Due in more than one year	-	24,659,010	24,659,010
Total liabilities	-	33,170,513	33,170,513
NET POSITION:			
Held in trust for other governments	312,510	1,041,767	1,354,277
Total net position	\$ 312,510	\$ 1,041,767	\$ 1,354,277

City of Richmond
Combining Statement of Changes in Fiduciary Net Position
Private Purpose Trust Funds
For the year ended June 30, 2025

	Pt. Molate	Successor Agency to the Richmond Community Redevelopment Agency	Total
ADDITIONS:			
Property taxes	\$ -	\$ 11,757,814	\$ 11,757,814
Contributions from the City	-	16,730	16,730
Net investment income:			
Interest income	20,304	825,751	846,055
Gain from sale of property	-	486,461	486,461
Total additions	20,304	13,086,756	13,107,060
DEDUCTIONS:			
Community development	-	1,328,399	1,328,399
Payments in accordance with trust agreements	270,415	-	270,415
Interest and fiscal charges	-	1,298,107	1,298,107
Total deductions	270,415	2,626,506	2,896,921
Change in net position	(250,111)	10,460,250	10,210,139
NET POSITION:			
Beginning of year	562,621	(9,418,483)	(8,855,862)
End of year	\$ 312,510	\$ 1,041,767	\$ 1,354,277

City of Richmond
Subcombining Statement of Fiduciary Net Position
Successor Agency to the Richmond Community Redevelopment Agency
June 30, 2025

	Redevelopment		Capital	Bond
	Property Tax	Administration	Projects	Payments
	Trust Fund			
ASSETS				
Cash and investments	\$ 7,731,888	\$ 1,940	\$ 6,200,419	\$ -
Restricted cash and investments	-	-	3,304,287	11,975,407
Interest receivable	-	-	1,349	-
Prepays and other assets	-	-	4,740,753	-
Total assets	7,731,888	1,940	14,246,808	11,975,407
DEFERRED OUTFLOWS OF RESOURCES				
Deferred outflows of resources - deferred loss on refunding	-	-	-	256,237
Total deferred outflows of resources	-	-	-	256,237
LIABILITIES				
Accounts payable and accrued liabilities	-	1,940	31,735	-
Interest payable	-	-	-	347,828
Long-term debt:				
Due within one year	-	-	-	8,130,000
Due in more than one year	-	-	-	24,659,010
Total liabilities	-	1,940	31,735	33,136,838
NET POSITION:				
Held in trust for successor agency	7,731,888	-	14,215,073	(20,905,194)
Total net position	\$ 7,731,888	\$ -	\$ 14,215,073	\$ (20,905,194)



<u>Intrafund</u> <u>Eliminations</u>	<u>Total</u>
\$ -	\$ 13,934,247
-	15,279,694
-	1,349
-	4,740,753
<u>-</u>	<u>33,956,043</u>
-	256,237
<u>-</u>	<u>256,237</u>
-	33,675
-	347,828
-	8,130,000
-	24,659,010
<u>-</u>	<u>33,170,513</u>
-	1,041,767
<u>\$ -</u>	<u>\$ 1,041,767</u>

City of Richmond
Subcombining Statement of Changes in Fiduciary Net Position
Successor Agency to the Richmond Community Redevelopment Agency
For the year ended June 30, 2025

	Redevelopment		Capital	Bond
	Property Tax	Administration	Projects	Payments
	Trust Fund			
ADDITIONS:				
Property taxes	\$ 11,757,814	\$ -	\$ -	\$ -
Contributions from the local agency	-	-	16,730	-
Interest income	-	-	402,603	423,148
Transfers from other funds	-	256,022	30,516	8,060,082
Gain from sale of property	-	-	486,461	-
Total additions	11,757,814	256,022	936,310	8,483,230
DEDUCTIONS:				
Community development	-	256,022	518,430	553,947
Interest and fiscal charges	-	-	-	1,298,107
Transfers to other funds	8,281,302	-	23,068	42,250
Total deductions	8,281,302	256,022	541,498	1,894,304
Change in net position	3,476,512	-	394,812	6,588,926
NET POSITION:				
Beginning of year	4,255,376	-	13,820,261	(27,494,120)
End of year	\$ 7,731,888	\$ -	\$ 14,215,073	\$ (20,905,194)

Intrafund Eliminations	Total
\$ -	\$ 11,757,814
-	16,730
-	825,751
(8,346,620)	-
-	486,461
(8,346,620)	13,086,756
-	1,328,399
-	1,298,107
(8,346,620)	-
(8,346,620)	2,626,506
-	10,460,250
-	(9,418,483)
\$ -	\$ 1,041,767
\$ -	\$ 1,041,767

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CUSTODIAL FUNDS

Custodial Funds

Special Assessment Fund accounts for the monies collected and disbursed for land-based debt, where the City is not obligated for the debt.

General Agency Fund accounts for the assets held by the City as an agent for individuals, private organizations, and other governments.

Johnson Library Fund accounts for nonexpendable funds to be used to provide funding for special library projects.

Senior Center Fund accounts for assets held by the City in an agent capacity for programs benefiting the senior citizens residing within the City.

JPFA Reassessment Fund receives secured tax payments (from assessment rolls), and makes payments on the JPFA Revenue Reassessment Bonds; Series 2011A.

2016 A&B Reassessment District Fund receives payments of principal and interest on prior assessment bonds, and makes payment on the JPFA Reassessment Revenue Bonds Series A and B.

City of Richmond
Combining Statement of Fiduciary Net Position
Custodial Funds
For the year ended June 30, 2025

	Special Assessment	General Agency	Johnson Library
ASSETS			
Cash and investments	\$ 920,335	\$ 2,192,855	\$ 12,051
Restricted cash and investments	363,370	18,847	-
Interest receivable	1,853	4,619	25
Total assets	1,285,558	2,216,321	12,076
LIABILITIES			
Accounts payable and accrued liabilities	-	-	-
Total liabilities	-	-	-
NET POSITION			
Restricted for: Individuals, organizations, and other governments	1,285,558	2,216,321	12,076
Total net position	\$ 1,285,558	\$ 2,216,321	\$ 12,076

Senior Center	JPFA Reassessment	2016 A&B Reassessment District	Total Custodial Funds
\$ 110,669	\$ 2,065,995	\$ 880,432	\$ 6,182,337
-	-	636,739	1,018,956
238	4,339	1,635	12,709
110,907	2,070,334	1,518,806	7,214,002
2,632	-	-	2,632
2,632	-	-	2,632
108,275	2,070,334	1,518,806	7,211,370
\$ 108,275	\$ 2,070,334	\$ 1,518,806	\$ 7,211,370

City of Richmond
Combining Statement of Changes in Fiduciary Net Position
Custodial Funds
For the year ended June 30, 2025

	Special Assessment	General Agency	Johnson Library
ADDITIONS:			
Property taxes	\$ 285,713	\$ -	\$ -
Contributions	-	185,945	-
Net investment income:			
Interest income	51,580	87,327	522
Total additions	337,293	273,272	522
DEDUCTIONS:			
Interest and fiscal charges	320,481	-	-
Other	-	79,132	-
Total deductions	320,481	79,132	-
Change in net position	16,812	194,140	522
NET POSITION:			
Beginning of year	1,268,746	2,022,181	11,554
End of year	\$ 1,285,558	\$ 2,216,321	\$ 12,076

Senior Center	JPFA Reassessment	2016 A&B Reassessment District	Total Custodial Funds
\$ -	\$ -	\$ 769,190	\$ 1,054,903
48,383	-	-	234,328
4,556	89,521	47,034	280,540
52,939	89,521	816,224	1,569,771
-	-	562,437	882,918
33,126	-	-	112,258
33,126	-	562,437	995,176
19,813	89,521	253,787	574,595
88,462	1,980,813	1,265,019	6,636,775
\$ 108,275	\$ 2,070,334	\$ 1,518,806	\$ 7,211,370

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**STATISTICAL
SECTION (UNAUDITED)**

CITY OF RICHMOND
JUNE 30, 2025

STATISTICAL SECTION

This part of the City's Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health. In contrast to the financial section, the statistical section information is not subject to independent audit.

Financial Trends

These schedules contain trend information to help the reader understand how the City's financial performance and wellbeing have changed over time:

1. Net Position by Component
2. Changes in Net Position
3. Fund Balances of Governmental Funds
4. Changes in Fund Balance of Governmental Funds

Revenue Capacity

These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax:

1. Assessed and Estimated Actual Value of Taxable Property
2. Property Tax Rates, All Overlapping Governments
3. Principal Property Tax Payers
4. Property Tax Levies and Collections
5. Utility Users Tax Collections
6. Utility Users Tax Direct Rates
7. Top Ten Utility Users Taxpayers

Debt Capacity

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

1. Ratio of Outstanding Debt by Type
2. Computation of Legal Bonded Debt Margin
3. Revenue Bond Coverage - 1999, 2006, 2008, 2010A, 2010B, 2017A, 2019A, and 2019B Wastewater Revenue Bonds
4. Revenue Bond Coverage - 1996, 1999, 2004, 2007, and 2009 Port Terminal Lease Revenue Bonds, Note and Point Potrero Lease Revenue Bonds.
5. Bonded Debt Pledged Revenue Coverage - Tax Allocation Bonds Refunding Bonds
6. General Bonded Debt - Pension Obligation Bonds
7. Computation of Direct and Overlapping Debt

Demographic and Economic Information

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

1. Demographic and Economic Statistics
2. Principal Employers

CITY OF RICHMOND
JUNE 30, 2025

Operating Information

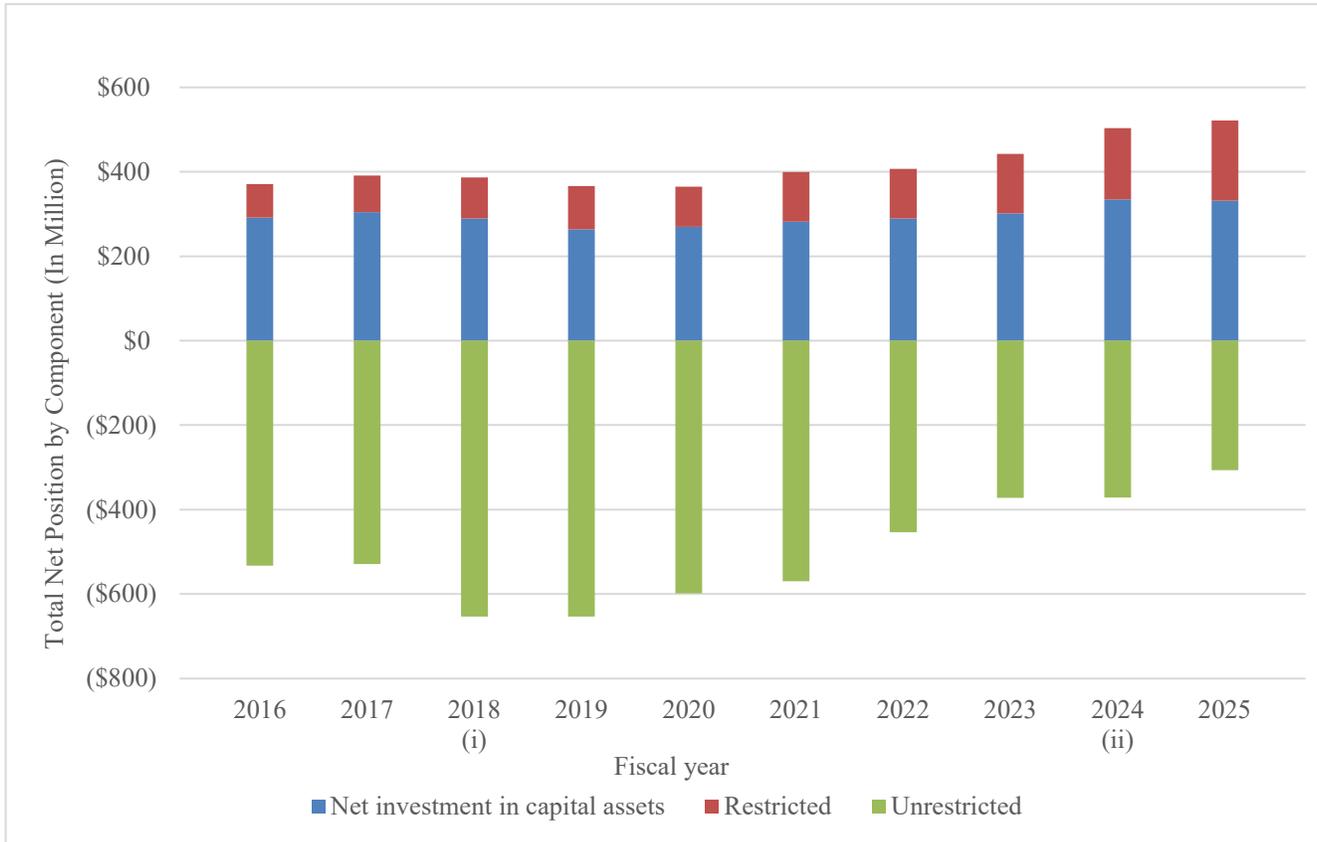
These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs:

1. Full-Time Equivalent City Government Employees by Function
2. Operating Indicators by Function/Program
3. Capital Asset Statistics by Function/Program

Sources

Unless otherwise noted, the information in these schedules is derived from the Annual Comprehensive Financial Reports for the relevant year.

**CITY OF RICHMOND
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS - YEARS ENDED JUNE 30
(ACCRUAL BASIS OF ACCOUNTING)**



	<u>2016</u>	<u>2017</u>	<u>2018 (i)</u>	<u>2019</u>
<i>Governmental activities</i>				
Net investment in capital assets	\$228,292,389	\$233,619,046	\$221,336,363	\$211,717,676
Restricted	70,322,707	76,810,440	87,380,363	93,157,922
Unrestricted	<u>(508,981,299)</u>	<u>(504,602,583)</u>	<u>(625,067,289)</u>	<u>(644,341,826)</u>
Total governmental activities net position	<u><u>(\$210,366,203)</u></u>	<u><u>(\$194,173,097)</u></u>	<u><u>(\$316,350,563)</u></u>	<u><u>(\$339,466,228)</u></u>
<i>Business-type activities</i>				
Net investment in capital assets	\$63,405,228	\$71,000,240	\$68,213,687	\$52,161,380
Restricted	9,008,038	9,441,288	9,514,522	9,440,965
Unrestricted	<u>(23,382,659)</u>	<u>(24,096,174)</u>	<u>(27,908,968)</u>	<u>(8,644,683)</u>
Total business-type activities net position	<u><u>\$49,030,607</u></u>	<u><u>\$56,345,354</u></u>	<u><u>\$49,819,241</u></u>	<u><u>\$52,957,662</u></u>
<i>Primary government</i>				
Net investment in capital assets	\$291,697,617	\$304,619,286	\$289,550,050	\$263,879,056
Restricted	79,330,745	86,251,728	96,894,885	102,598,887
Unrestricted	<u>(532,363,958)</u>	<u>(528,698,757)</u>	<u>(652,976,257)</u>	<u>(652,986,509)</u>
Total primary government net position	<u><u>(\$161,335,596)</u></u>	<u><u>(\$137,827,743)</u></u>	<u><u>(\$266,531,322)</u></u>	<u><u>(\$286,508,566)</u></u>

Notes:

(i) The City implemented the provisions of GASB Statement No. 75 in fiscal year 2018. Fiscal year 2018 balance have been restated.

(ii) The City implemented the provisions of GASB Statement No. 101 in fiscal year 2024. Fiscal year 2024 balance have been restated.

2020	2021	2022	2023	2024 (ii)	2025
\$205,374,054	\$206,419,763	\$213,930,154	\$219,126,138	\$233,105,461	\$229,834,689
93,703,974	103,401,613	117,136,516	139,687,095	170,209,560	187,303,028
<u>(597,270,745)</u>	<u>(568,565,683)</u>	<u>(491,415,035)</u>	<u>(422,860,978)</u>	<u>(421,927,768)</u>	<u>(371,290,157)</u>
<u>(\$298,192,717)</u>	<u>(\$258,744,307)</u>	<u>(\$160,348,365)</u>	<u>(\$64,047,745)</u>	<u>(\$18,612,747)</u>	<u>\$45,847,560</u>
\$64,270,898	\$75,738,268	\$75,469,292	\$82,405,234	\$101,268,931	\$101,488,204
1,517,087	13,859,999	607,958	879,457	(1,212,552)	3,068,545
<u>(1,045,003)</u>	<u>(1,417,443)</u>	<u>37,774,604</u>	<u>50,575,898</u>	<u>50,630,040</u>	<u>64,836,936</u>
<u>\$64,742,982</u>	<u>\$88,180,824</u>	<u>\$113,851,854</u>	<u>\$133,860,589</u>	<u>\$150,686,419</u>	<u>\$169,393,685</u>
\$269,644,952	\$282,158,031	\$289,399,446	\$301,531,372	\$334,374,392	\$331,322,893
95,221,061	117,261,612	117,744,474	140,566,552	168,997,008	190,371,573
<u>(598,315,748)</u>	<u>(569,983,126)</u>	<u>(453,640,431)</u>	<u>(372,285,080)</u>	<u>(371,297,728)</u>	<u>(306,453,221)</u>
<u>(\$233,449,735)</u>	<u>(\$170,563,483)</u>	<u>(\$46,496,511)</u>	<u>\$69,812,844</u>	<u>\$132,073,672</u>	<u>\$215,241,245</u>

CITY OF RICHMOND
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS - YEARS ENDED JUNE 30
(ACCRUAL BASIS OF ACCOUNTING)

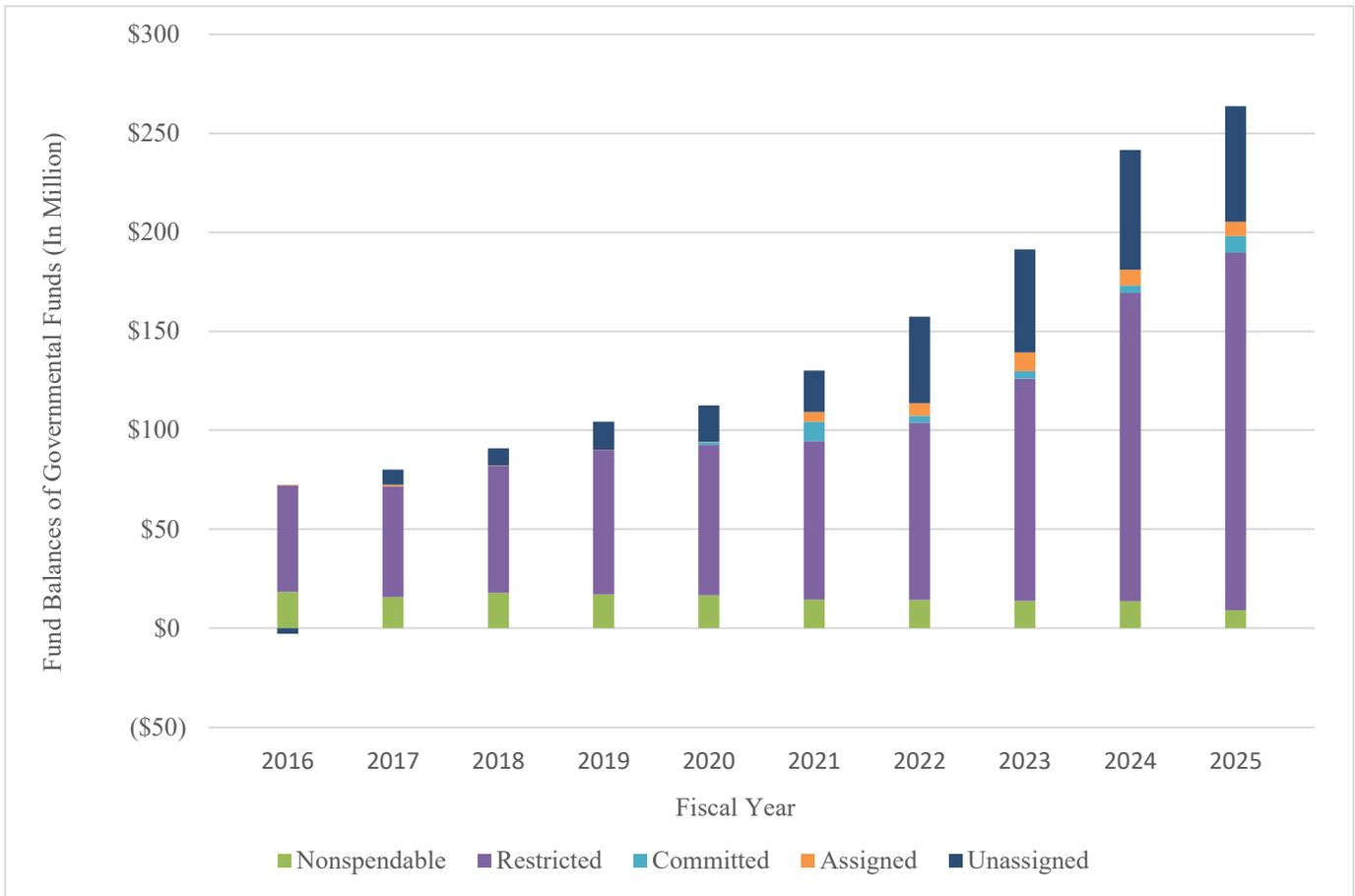
	2016	2017	2018 (i)	2019
Expenses				
Governmental Activities:				
General Government	\$32,197,941	\$34,851,005	\$45,715,329	\$45,626,305
Public Safety	107,380,286	104,919,259	114,932,219	116,621,006
Public Works	44,410,102	41,558,084	48,617,290	49,893,124
Community Development	5,003,045	3,290,142	4,589,328	5,791,630
Cultural and Recreational	11,021,226	10,996,526	14,280,985	15,074,312
Housing and Redevelopment	2,051,898	7,449,423	3,442,239	2,676,897
Interest and Fiscal Charges	18,902,831	16,387,887	16,127,479	15,380,005
Total Governmental Activities Expenses	<u>220,967,329</u>	<u>219,452,326</u>	<u>247,704,869</u>	<u>251,063,279</u>
Business-Type Activities:				
Richmond Housing Authority	26,385,133	26,241,916	30,978,813	36,766,319
Port of Richmond	11,132,997	10,102,104	10,257,553	8,811,486
Richmond Marina	237,129	230,621	327,442	273,929
Municipal Sewer	16,446,626	17,720,735	21,696,370	19,259,997
Storm Sewer	2,465,929	2,320,723	1,661,808	1,643,453
Cable TV	2,114,436	1,028,185	1,697,155	973,747
Total Business-Type Activities Expenses	<u>58,782,250</u>	<u>57,644,284</u>	<u>66,619,141</u>	<u>67,728,931</u>
Total Primary Government Expenses	<u>\$279,749,579</u>	<u>\$277,096,610</u>	<u>\$314,324,010</u>	<u>\$318,792,210</u>
Program Revenues				
Governmental Activities:				
Charges for Services:				
General Government	\$12,468,525	\$15,543,381	\$16,838,782	\$15,310,347
Public Safety	7,271,472	8,932,212	8,147,458	7,124,227
Public Works	3,936,242	4,796,586	6,529,172	5,118,216
Community Development	1,069,767	615,388	1,748,222	1,603,581
Cultural and Recreational	1,128,267	1,252,192	1,545,399	2,200,702
Housing and Redevelopment	42,040	0	1,878,958	2,189,703
Operating Grants and Contributions	20,994,534	16,083,370	20,556,989	20,514,833
Capital Grants and Contributions	17,534,992	14,008,833	10,471,376	5,778,572
Total Government Activities Program Revenues	<u>\$64,445,839</u>	<u>\$61,231,962</u>	<u>\$67,716,356</u>	<u>\$59,840,181</u>
Business-Type Activities:				
Charges for Services:				
Richmond Housing Authority	1,851,337	3,067,020	1,740,399	3,329,072
Port of Richmond	10,581,419	10,182,777	10,580,246	10,629,229
Municipal Sewer	19,757,863	20,767,925	22,447,439	24,476,967
Richmond Marina	517,108	540,567	537,438	602,591
Storm Sewer	1,966,537	1,992,758	2,068,110	1,942,171
Cable TV	1,320,486	1,339,104	1,281,952	1,240,754
Operating Grants and Contributions	21,951,328	22,636,922	26,098,804	28,666,300
Capital Grants and Contributions	2,155,686	969,910	1,155,536	2,170,137
Total Business-Type Activities Program Revenue	<u>60,101,764</u>	<u>61,496,983</u>	<u>65,909,924</u>	<u>73,057,221</u>
Total Primary Government Program Revenues	<u>\$124,547,603</u>	<u>\$122,728,945</u>	<u>\$133,626,280</u>	<u>\$132,897,402</u>
Net (Expense)/Revenue				
Governmental Activities	(\$156,521,490)	(\$158,220,364)	(\$179,988,513)	(\$191,223,098)
Business-Type Activities	1,319,514	3,852,699	(709,217)	5,328,290
Total Primary Government Net Expense	<u>(\$155,201,976)</u>	<u>(\$154,367,665)</u>	<u>(\$180,697,730)</u>	<u>(\$185,894,808)</u>
General Revenues and Other Changes in Net Position				
Governmental Activities:				
Taxes:				
Property Taxes:				
Current Collections	\$51,302,638	\$56,588,547	\$59,441,796	\$60,592,022
Sales Taxes	40,877,125	41,620,189	44,474,973	47,659,481
Utility User Taxes	43,365,249	44,966,489	46,079,755	45,905,937
Documentary Transfer Taxes	6,187,096	7,452,985	6,486,347	8,011,672
Other Taxes	5,734,802	5,329,465	6,144,968	6,227,213
Unrestricted Intergovernmental	43,312	49,448	58,842	4,705,047
Use of Money and Property	1,198,266	12,230,256	7,000,785	(6,825,744)
Gain From Sale of Capital Assets	262,667	64,651	39,226	71,779
Miscellaneous	4,258,061	5,138,724	4,195,794	1,980,973
Pension Stabilization Revenue	915,860	885,938	0	0
Developer Revenue Sharing	0	0	0	0
Transfers	600,000	86,778	86,778	(220,947)
Special/Extraordinary Items:				
Swap Termination	(16,321,171)	0	0	0
Transfer of Loans to Housing Successor	0	0	1,208,259	0
Assets Transferred To/Liabilities Assumed By Housing Successor/Successor Agency	14,968,712	0	0	0
Total Government Activities	<u>\$153,392,617</u>	<u>\$174,413,470</u>	<u>\$175,217,523</u>	<u>\$168,107,433</u>
Business-Type Activities:				
Taxes:				
Property Taxes				
Use of Money and Property	(3,076,857)	3,548,826	3,431,293	(1,015,459)
Special Item	(14,510,000)	0	0	0
Transfers	(600,000)	(86,778)	(86,778)	220,947
Total Business-Type Activities	<u>(18,186,857)</u>	<u>3,462,048</u>	<u>3,344,515</u>	<u>(794,512)</u>
Total Primary Government	<u>\$135,205,760</u>	<u>\$177,875,518</u>	<u>\$178,562,038</u>	<u>\$167,312,921</u>
Change in Net Position				
Governmental Activities	(\$3,128,873)	\$16,193,106	(\$4,770,990)	(\$23,115,665)
Business-Type Activities	(16,867,343)	7,314,747	2,635,298	4,533,778
Total Primary Government	<u>(\$19,996,216)</u>	<u>\$23,507,853</u>	<u>(\$2,135,692)</u>	<u>(\$18,581,887)</u>

Notes:

(i) The City implemented the provisions of GASB Statement No. 75 in fiscal year 2018. Years prior to 2018 have not been restated.

2020	2021	2022	2023	2024	2025
(re-stated)					
\$43,495,871	\$46,917,122	\$48,312,143	\$60,377,362	\$70,311,954	\$76,626,870
108,947,688	94,378,715	68,259,779	76,926,512	114,081,723	117,951,733
45,051,479	33,979,639	35,554,874	36,475,877	51,215,494	53,058,696
4,115,214	4,534,280	3,552,363	4,515,446	6,710,315	11,825,501
10,409,881	9,006,470	9,969,799	9,263,762	12,963,405	13,619,035
2,807,611	3,007,152	3,375,875	3,234,605	3,441,920	4,430,584
14,896,558	12,825,356	12,322,289	4,841,105	19,980,774	13,012,295
229,724,302	204,648,734	181,347,122	195,634,669	278,705,585	290,524,714
5,834,686	3,607,603	(1,750,799)	4,986,560	4,444,837	2,769,346
7,744,773	6,263,232	4,763,557	5,500,092	6,438,177	5,820,213
21,767,690	20,466,640	246,064	217,343	213,335	287,596
241,445	227,391	18,140,943	20,762,028	24,835,079	28,139,510
1,965,353	1,796,422	1,282,576	1,803,217	2,751,735	2,399,162
671,790	788,957	664,656	735,080	898,308	1,186,703
38,225,737	33,150,245	23,346,997	34,004,320	39,581,471	40,602,530
\$267,950,039	\$237,798,979	\$204,694,119	\$229,638,989	\$318,287,056	\$331,127,244
\$13,211,033	\$13,777,010	\$18,422,370	\$26,604,156	\$25,343,470	\$25,586,659
6,631,900	3,674,412	3,448,026	2,820,319	2,040,106	3,124,973
7,792,157	7,198,221	4,405,851	4,897,532	4,702,336	5,791,738
827,055	665,999	110,552	581,864	915,396	183,896
1,111,472	814,073	577,978	758,252	921,946	912,884
0	0	0	0	0	0
25,354,387	29,316,141	37,756,494	38,164,874	50,286,760	63,594,846
4,987,273	4,386,950	10,787,022	1,785,082	5,089,140	2,463,995
\$59,915,277	\$59,832,806	\$75,508,293	\$75,612,079	\$89,299,154	\$101,658,991
841,319	861,943	782,951	1,344,324	358,327	390,507
10,454,061	10,704,024	10,530,653	11,383,930	12,255,674	11,217,471
27,934,684	27,759,474	28,168,977	30,312,526	32,563,772	35,467,783
564,988	574,453	524,652	541,632	529,539	514,478
2,087,561	2,103,928	2,061,815	2,052,546	3,762,222	2,038,500
1,203,837	1,145,936	1,103,873	1,037,515	922,077	762,659
4,027,791	3,771,674	2,211,712	4,341,092	3,426,450	5,031,928
322,164	13,167	0	0	0	0
47,436,405	46,934,599	45,384,633	51,013,565	53,818,061	55,423,326
\$107,351,682	\$106,767,405	\$120,892,926	\$126,625,644	\$143,117,215	\$157,082,317
(\$169,809,025)	(\$144,815,928)	(\$105,838,829)	(\$120,022,590)	(\$189,406,431)	(\$188,865,723)
9,210,668	13,784,354	22,037,636	17,009,245	14,236,590	14,820,796
(\$160,598,357)	(\$131,031,574)	(\$83,801,193)	(\$103,013,345)	(\$175,169,841)	(\$174,044,927)
\$63,004,942	\$65,075,408	\$65,248,507	\$71,089,739	\$74,255,275	\$85,252,050
44,537,156	48,998,406	53,453,323	55,541,366	61,319,980	59,749,804
45,552,523	45,240,705	48,373,587	54,676,023	59,120,237	63,825,320
8,707,564	19,857,680	18,612,087	10,416,847	8,565,938	13,383,387
7,127,375	7,424,135	8,176,511	9,206,830	10,189,053	13,806,115
5,367,784	6,593,602	7,241,103	8,744,324	8,695,225	401,774
2,946,978	1,461,004	1,593,846	5,516,787	14,918,668	15,764,001
82,036	71,458	88,477	20,207	49,657	2,512
1,992,600	1,357,022	2,140,211	1,993,535	1,801,175	1,478,252
0	0	0	0	0	0
0	0	0	0	0	0
86,778	(11,279,988)	(3,516,663)	(882,448)	(1,076,221)	(337,185)
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
\$179,405,736	\$184,799,432	\$201,410,989	\$216,323,210	\$237,838,987	\$253,326,030
770,319	145,810	909,597	2,083,188	4,093,449	3,549,285
0	0	0	0	0	0
(86,778)	11,279,988	3,516,663	882,448	1,076,221	337,185
683,541	11,425,798	4,426,260	2,965,636	5,169,670	3,886,470
\$180,089,277	\$196,225,230	\$205,837,249	\$219,288,846	\$243,008,657	\$257,212,500
\$9,596,711	\$39,983,504	\$95,572,160	\$96,300,620	\$48,432,556	\$64,460,307
9,894,209	25,210,152	26,463,896	19,974,881	19,406,260	18,707,266
\$19,490,920	\$65,193,656	\$122,036,056	\$116,275,501	\$67,838,816	\$83,167,573

CITY OF RICHMOND
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS - YEARS ENDED JUNE 30
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)



	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
General Fund				
Nonspendable	\$18,404,669	\$15,697,680	\$17,967,653	\$17,170,714
Restricted	0	0	0	0
Committed	0	0	0	0
Assigned	4,460	10,013	72,506	63,180
Unassigned	10,988,266	19,709,197	17,590,764	19,534,660
Total General Fund	<u>\$29,397,395</u>	<u>\$35,416,890</u>	<u>\$35,630,923</u>	<u>\$36,768,554</u>
All Other Governmental Funds				
Nonspendable	\$550	\$0	\$0	\$0
Restricted	53,752,247	56,052,014	64,125,353	72,865,392
Assigned	431,867	782,617	43,906	44,602
Unassigned	(13,824,433)	(12,190,388)	(8,939,781)	(5,403,755)
Total all other governmental funds	<u>\$40,360,231</u>	<u>\$44,644,243</u>	<u>\$55,229,478</u>	<u>\$67,506,239</u>

Notes:

•The change in total fund balance for the General Fund and other governmental funds is explained in Management's Discussion and Analysis.

<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
\$16,705,993	\$14,399,738	\$14,242,186	\$13,867,445	\$13,638,218	\$9,085,865
0	0	1,505,053	3,996,614	10,667,506	17,451,468
1,500,000	9,800,000	3,383,453	3,720,697	3,748,566	8,552,105
113,349	2,436,475	6,397,688	9,530,225	6,106,044	5,398,076
20,326,889	22,477,829	44,935,389	55,196,962	65,262,325	62,824,919
<u>\$38,646,231</u>	<u>\$49,114,042</u>	<u>\$70,463,769</u>	<u>\$86,311,943</u>	<u>\$99,422,659</u>	<u>\$103,312,433</u>
\$0	\$0	\$0	\$0	\$0	\$0
75,880,927	80,161,994	88,191,500	108,207,093	145,127,325	163,111,936
45,264	2,521,099	45,618	0	1,750,000	1,750,000
(2,000,302)	(1,677,775)	(1,375,327)	(3,057,916)	(4,786,196)	(4,459,877)
<u>\$73,925,889</u>	<u>\$81,005,318</u>	<u>\$86,861,791</u>	<u>\$105,149,177</u>	<u>\$142,091,129</u>	<u>\$160,402,059</u>

CITY OF RICHMOND
CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS - YEARS ENDED JUNE 30
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Revenues				
Property taxes	\$52,714,540	\$58,042,766	\$60,963,189	\$66,816,032
Sales taxes	40,877,125	41,620,189	44,474,973	47,659,481
Utility user fees	43,365,249	44,966,489	46,079,755	45,905,937
Other taxes	11,628,519	12,566,579	12,413,127	14,020,347
Licenses, permits and fees	12,235,483	16,577,695	21,552,883	18,865,730
Fines, forfeitures and penalties	901,838	1,065,421	1,001,927	964,255
Use of money and property	212,787	422,324	746,525	1,302,922
Intergovernmental	14,440,543	19,913,858	20,137,593	17,691,976
Private grants	12,971,138	5,000,000	9,000,000	9,000,000
Charges for services	13,462,270	15,947,909	17,045,201	16,625,733
Pension stabilization revenue	915,860	885,938	0	0
Rent	768,753	839,821	852,940	988,741
Other	4,300,150	5,472,719	4,418,779	2,999,947
Total Revenues	<u>208,794,255</u>	<u>\$223,321,708</u>	<u>\$238,686,892</u>	<u>\$242,841,101</u>
Expenditures				
Current:				
General government	31,819,369	\$36,973,645	\$44,009,256	\$42,470,628
Public safety	94,774,545	95,479,682	96,546,035	99,824,574
Public works	25,690,663	30,327,553	35,016,495	37,133,097
Community development	4,843,687	6,374,607	8,057,638	5,126,848
Cultural and recreational	10,551,337	10,786,216	11,347,436	12,713,460
Housing and redevelopment	3,038,135	7,672,540	1,942,637	3,436,988
Capital outlay	8,566,563	3,667,134	10,000,595	5,774,234
Debt service:				
Principal repayment	9,148,909	9,966,416	11,032,933	12,518,807
Interest and fiscal charges	12,503,442	11,471,169	10,785,342	10,026,887
Debt defeasance using existing resources	0	0	0	0
Swap termination payment	28,554,000	0	0	0
Total Expenditures	<u>229,490,650</u>	<u>212,718,962</u>	<u>228,738,367</u>	<u>229,025,523</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(20,696,395)</u>	<u>10,602,746</u>	<u>9,948,525</u>	<u>13,815,578</u>
Other Financing Sources (Uses)				
Proceeds from sale of property	262,667	\$181,022	\$39,226	\$71,779
Transfers in	12,124,166	18,770,780	14,472,164	19,215,848
Transfers out	(12,091,206)	(19,251,041)	(14,868,906)	(19,688,813)
Payment to refund bond escrow agent		0	0	0
Issuance of long-term debt	28,390,000	0	0	0
Bond issuance premium	1,393,619	0	0	0
Other financing sources - SBITAs	0	0	0	0
Other financing sources - Lease Liability	0	0	0	0
Total other financing sources (uses)	<u>30,079,246</u>	<u>(299,239)</u>	<u>(357,516)</u>	<u>(401,186)</u>
Special and Extraordinary Items				
Transfer of loans to housing successor	\$0	\$0	\$1,208,259	\$0
Total Special and Extraordinary Items	<u>0</u>	<u>0</u>	<u>1,208,259</u>	<u>0</u>
Net Change in fund balances	<u>\$9,382,851</u>	<u>\$10,303,507</u>	<u>\$10,799,268</u>	<u>\$13,414,392</u>
Debt service as a percentage of noncapital expenditures	9.8%	10.3%	10.0%	10.2%

2020	2021	2022	2023	2024	2025
\$68,285,321	\$70,294,487	\$72,362,382	\$79,715,269	\$82,807,346	\$85,252,050
44,537,156	48,998,406	53,453,323	55,541,366	61,319,980	59,749,804
45,552,523	45,240,705	48,373,588	54,676,023	59,120,237	63,825,320
15,619,151	27,066,292	26,573,077	19,623,678	18,754,991	27,189,502
15,385,538	18,316,552	20,710,335	31,439,148	27,813,991	26,618,793
815,910	455,470	407,493	259,035	239,379	644,423
1,302,020	472,216	622,268	3,555,012	11,350,285	12,492,726
24,284,779	23,912,334	28,014,581	27,338,796	47,509,648	56,037,862
0	0	0	0	0	0
16,807,806	15,371,589	13,551,503	13,125,077	13,189,520	14,590,372
0	0	0	0	0	0
892,579	699,301	723,596	817,496	864,042	879,271
1,998,535	1,491,314	2,157,113	2,074,641	1,829,377	1,508,489
<u>\$235,481,318</u>	<u>\$252,318,666</u>	<u>\$266,949,259</u>	<u>\$288,165,541</u>	<u>\$324,798,796</u>	<u>\$348,788,612</u>
\$47,122,400	\$47,429,988	\$48,844,022	\$61,881,734	\$68,430,785	\$74,610,578
100,037,206	97,682,457	96,752,490	93,999,040	110,066,352	125,029,577
34,207,196	32,067,844	33,922,641	38,916,970	49,259,684	52,970,682
5,189,613	5,606,322	5,680,870	6,486,694	7,382,329	9,047,902
11,482,027	9,717,875	10,583,266	10,833,071	13,509,037	14,828,955
3,544,492	3,225,876	3,357,987	3,484,198	3,474,506	4,707,814
4,871,461	6,135,189	13,403,045	10,860,450	12,820,284	49,858,496
12,552,283	14,423,082	17,234,527	19,860,477	7,691,278	7,716,982
10,431,652	7,044,795	6,117,847	5,856,744	15,468,833	12,378,566
0	0	0	2,163,313	0	0
0	0	0	0	0	0
<u>229,438,330</u>	<u>223,333,428</u>	<u>235,896,695</u>	<u>254,342,691</u>	<u>288,103,088</u>	<u>351,149,552</u>
<u>6,042,988</u>	<u>28,985,238</u>	<u>31,052,564</u>	<u>33,822,850</u>	<u>36,695,708</u>	<u>(2,360,940)</u>
\$82,036	\$71,458	\$88,477	\$20,207	\$49,658	\$2,512
18,336,677	15,524,305	20,744,118	50,312,870	58,217,010	58,903,519
(18,221,126)	(27,033,761)	(24,861,799)	(51,673,336)	(58,479,249)	(55,526,442)
(77,315,000)	0	0	(152,904,036)	0	0
79,171,752	0	0	154,140,000	0	0
0	0	0	0	0	0
0	0	0	417,005	0	0
0	0	0	0	0	21,315,218
<u>2,054,339</u>	<u>(11,437,998)</u>	<u>(4,029,204)</u>	<u>312,710</u>	<u>(212,581)</u>	<u>24,694,807</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>\$8,097,327</u>	<u>\$17,547,240</u>	<u>\$27,023,360</u>	<u>\$34,135,560</u>	<u>\$36,483,127</u>	<u>\$22,333,867</u>
10.3%	9.9%	10.5%	11.5%	8.4%	6.7%

**CITY OF RICHMOND
 ASSESSED AND ESTIMATED ACTUAL
 VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS - YEARS ENDED JUNE 30
 (IN THOUSANDS)**

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
ASSESSED VALUE (i)				
Land	\$4,186,239	\$4,520,312	\$4,946,654	\$5,423,245
Improvements	8,683,770	9,216,704	9,400,903	10,129,347
Total Real Property	12,870,009	13,737,016	14,347,557	15,552,592
Personal Property	669,634	585,832	\$589,457	\$584,968
TOTAL	<u>\$13,539,643</u>	<u>\$14,322,848</u>	<u>\$14,937,014</u>	<u>\$16,137,560</u>
EXEMPTIONS (ii)				
Homeowners (a)	\$96,539	\$95,052	\$94,266	\$93,219
Other (b)	641,475	688,713	760,841	809,325
TOTAL	<u>\$738,014</u>	<u>\$783,765</u>	<u>\$855,107</u>	<u>\$902,544</u>
ASSESSED VALUE				
(Net of Exemptions)	\$12,801,629	\$13,539,083	\$14,081,907	\$15,235,016
Redevelopment Tax				
Increments (iii)	2,055,811	2,248,742	2,567,061	2,892,823
NET ASSESSED VALUE	<u>\$10,745,818</u>	<u>\$11,290,341</u>	<u>\$11,514,846</u>	<u>\$12,342,193</u>
NET INCREASE (DECREASE)	\$801,905	\$544,523	\$224,505	\$827,347
% OF INCREASE (DECREASE)	8.06%	5.07%	1.99%	7.19%
Total Direct Tax Rate (iv)	0.43471%	0.43379%	0.43302%	0.43270%

Notes:

(i) Assessed value (full cash value) of taxable property represents all property within the City.

For the fiscal year 1981-82 and thereafter, the assessed value is 100% of the full cash value in accordance with State legislation. The maximum tax rate is 1% of the full cash value or \$1/\$100 of the assessed value, excluding the tax rate for debt service.

(ii) Exemptions are summarized as follows:

(a) Homeowners' exemption arises from Article XIII(25) which reimburses local governments for revenues lost through the homeowners' exemption in Article XIII(3)(k).

(b) Other exemptions are revenues lost to the City because of provisions of California Constitution, Article XIII(3).

(iii) Tax increments are allocations made to the Redevelopment Agency under authority of California Constitution Article XVI.

(iv) California cities do not set their own direct tax rate. The state constitution establishes the rate at 1% and allocates a portion of that amount, by an annual calculation, to all the taxing entities within a tax rate area.

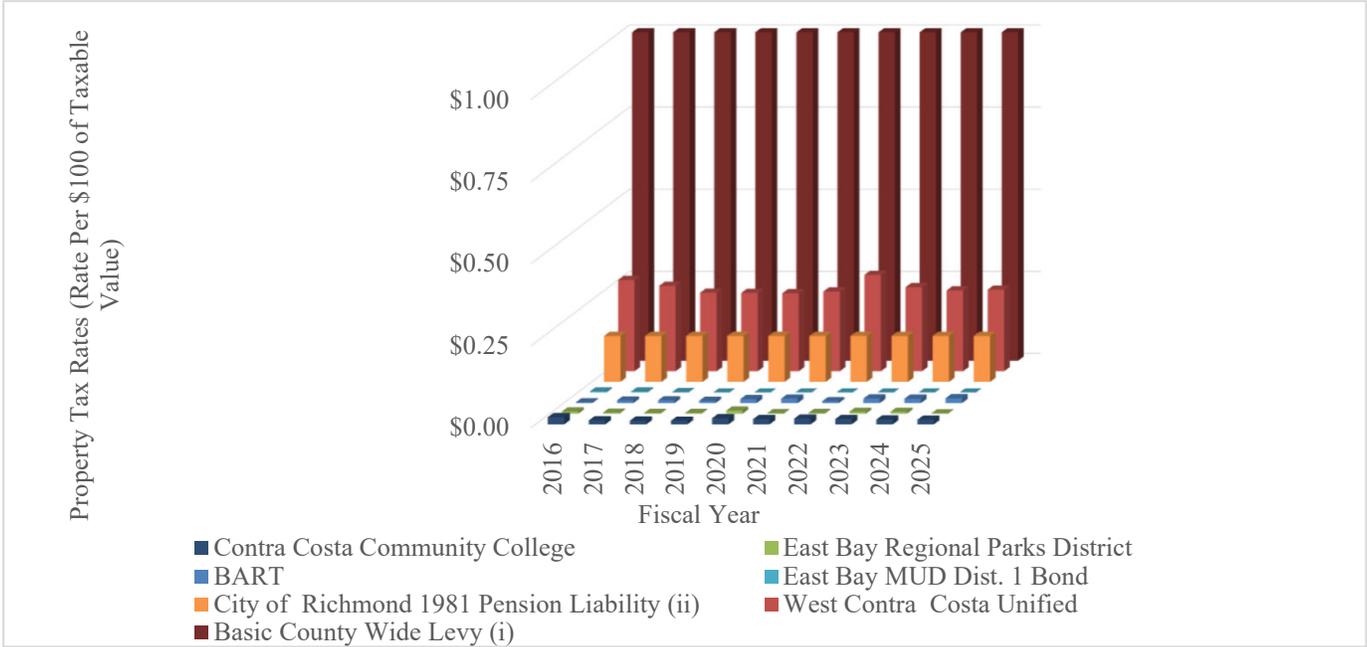
The City of Richmond encompasses more than 92 tax rate areas.

See Property Tax Rates statistics for additional information.

Source: County of Contra Costa, Office of the Auditor-Controller, HdL reports

<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
\$5,888,775	\$6,277,934	\$6,573,641	\$7,191,720	\$7,678,837	\$8,059,039
10,214,867	10,541,291	10,494,291	11,281,579	12,047,139	12,653,833
16,103,642	16,819,225	17,067,932	18,473,299	19,725,976	20,712,872
\$617,157	\$652,386	\$635,202	\$617,274	\$687,202	\$715,507
<u>\$16,720,799</u>	<u>\$17,471,611</u>	<u>17,703,134</u>	<u>19,090,573</u>	<u>20,413,178</u>	<u>21,428,379</u>
\$91,907	\$91,372	\$91,348	\$89,300	\$87,227	\$86,811
932,222	1,008,837	1,214,858	1,258,758	1,373,120	1,499,380
<u>\$1,024,129</u>	<u>\$1,100,209</u>	<u>\$1,306,206</u>	<u>\$1,348,058</u>	<u>\$1,460,347</u>	<u>\$1,586,191</u>
\$15,696,670	\$16,371,402	\$16,396,928	\$17,742,515	\$18,952,831	\$19,842,188
3,175,294	3,175,294	3,175,294	4,093,194	4,431,395	4,774,843
<u>\$12,521,376</u>	<u>\$13,196,108</u>	<u>\$13,221,634</u>	<u>\$13,649,321</u>	<u>\$14,521,436</u>	<u>\$15,067,345</u>
\$179,183	\$674,732	\$25,526	\$427,687	\$872,115	\$545,909
1.45%	5.39%	0.19%	3.23%	6.39%	3.76%
0.43206%	0.43135%	0.43098%	0.42978%	0.42915%	0.42883%

**CITY OF RICHMOND
PROPERTY TAX RATES
ALL OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS - YEARS ENDED JUNE 30
(RATE PER \$100 OF TAXABLE VALUE)**



Fiscal Year	Basic County Wide Levy (i)	City of Richmond 1981 Pension Liability (ii)	BART	East Bay Regional Parks District	East Bay MUD Dist. 1 Bond	West Contra Costa Unified
2016	1.00000	0.14000	0.00260	0.00670	0.00340	0.27810
2017	1.00000	0.14000	0.00800	0.00320	0.00280	0.26040
2018	1.00000	0.14000	0.00840	0.00210	0.00110	0.23970
2019	1.00000	0.14000	0.00700	0.00210	0.00000	0.23900
2020	1.00000	0.14000	0.01200	0.00940	0.00000	0.23790
2021	1.00000	0.14000	0.01390	0.00140	0.00000	0.24320
2022	1.00000	0.14000	0.00600	0.00200	0.00000	0.29390
2023	1.00000	0.14000	0.01400	0.00580	0.00000	0.25640
2024	1.00000	0.14000	0.01340	0.00570	0.00000	0.24640
2025	1.00000	0.14000	0.01480	0.00130	0.00000	0.24890

Notes:

- (i) In 1978, California voters passed Proposition 13 which set the property tax rate at a 1.00% fixed amount. This 1.00% is shared by all taxing agencies for which the subject property resides within. In addition to the 1.00% fixed amount, property owners are charged taxes as a percentage of assessed property values for the payment of any voter approved bonds.
- (ii) Overlapping rates are those of local and county governments that apply to property owners within the City. Not all overlapping rates apply to all city property owners.
- (iii) City's Share of 1% Levy is based on the City's share of the general fund tax rate area with the largest next taxable value within the City. The ERAF portion of the City's Levy has been subtracted where known.
- (iv) Total Direct Rate is the weighted average of all individual direct rates applied by the City preparing the statistical section information and excludes revenues derived from aircraft. Beginning in 2013/14 the Total Direct Rate no longer includes revenue generated from the former redevelopment tax rate areas. Challenges to recognized enforceable obligations are assumed to have been resolved during 2012/13. For the purposes of this report, residual revenue is assumed to be distributed to the City in the same proportions as general fund revenue.

Source: County of Contra Costa Assessor

Contra Costa Community College	Total Direct & Overlapping Tax Rates (ii)	City's Share of 1% Levy Per Prop 13 (iii)	General Obligation Debt Rate	Total Direct Rate (iv)
0.02200	1.45280	0.28784	0.14000	0.43471
0.01200	1.42640	0.28784	0.14000	0.43379
0.01140	1.40270	0.28784	0.14000	0.43302
0.01100	1.39910	0.28784	0.14000	0.43270
0.01880	1.41810	0.28784	0.14000	0.43206
0.01610	1.41460	0.28784	0.14000	0.43135
0.01760	1.45950	0.28784	0.14000	0.43098
0.01620	1.43240	0.28784	0.14000	0.42978
0.01460	1.42010	0.28784	0.14000	0.42915
0.01420	1.41920	0.28784	0.14000	0.42883

**CITY OF RICHMOND
PRINCIPAL PROPERTY TAX PAYERS
CURRENT FISCAL YEAR AND NINE YEARS AGO
(IN THOUSANDS)**

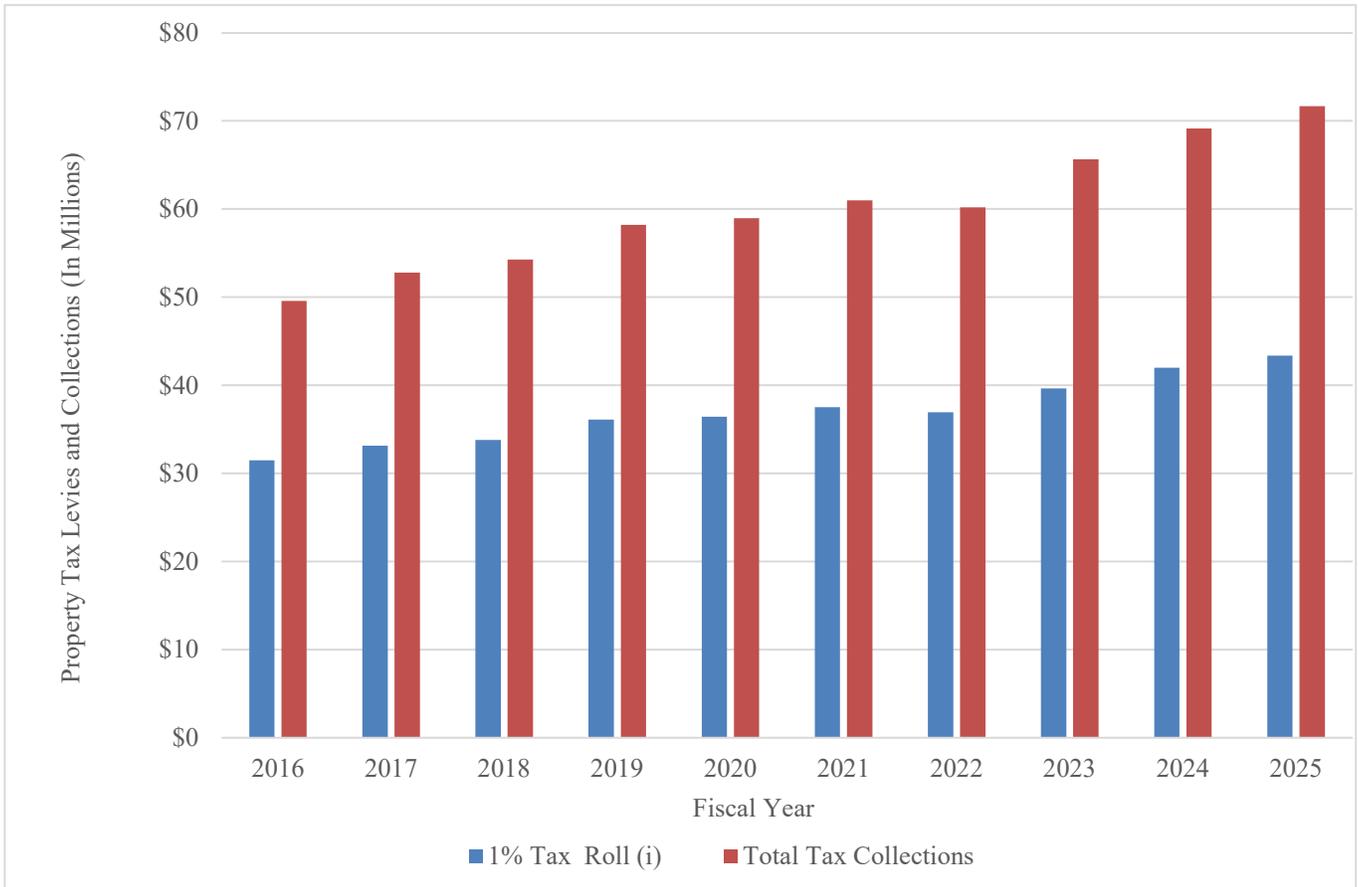
Taxpayer	Type of Business	2025			2016		
		Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Chevron USA Inc.	Industrial	\$3,859,389	1	19.37%	\$3,514,616	1	27.25%
Guardian KW Hilltop LLC	Residential	225,151	2	1.13%	150,113	2	1.16%
CenterPoint Properties Trust	Industrial	155,579	3	0.78%	Not a top ten employer in 2025		
Hilltop Comm Partners Sub 1	Commercial	115,046	4	0.58%	Not a top ten employer in 2025		
MC MP Ford Point Realty LLC	Industrial	107,840	5	0.54%	Not a top ten employer in 2025		
IPT Richmod DC LP	Industrial	99,101	6	0.50%	Not a top ten employer in 2025		
Kaiser	Industrial	95,759	7	0.48%	77,561	4	0.60%
Richmond Essex, LP	Residential	87,874	8	0.44%	74,327	5	0.58%
Duke Realty	Vacant	71,550	9	0.36%	Not a top ten employer in 2025		
TransMontaigne Partners LP	Industrial	61,517	10	0.31%	Not a top ten employer in 2025		
Lennar Emerald Marina Bay LLC	Residential	Not a top ten employer in 2016			92,625	3	0.72%
US Bank National Association Trust	Commercial	Not a top ten employer in 2016			40,545	7	0.31%
DDRM Hilltop	Commercial	Not a top ten employer in 2016			37,490	10	0.29%
BRE Piper MF TIDES CA LLC	Residential	Not a top ten employer in 2016			38,669	9	0.30%
DiCon Fiberoptics Inc	Industrial	Not a top ten employer in 2016			41,308	6	0.32%
Ford Point LLC	Industrial	Not a top ten employer in 2016			39,780	8	0.31%
Subtotal		<u>\$4,878,804</u>		<u>24.48%</u>	<u>\$4,107,034</u>		<u>31.84%</u>

Total Net Assessed Valuation:

Fiscal Year 2025	\$19,929,000
Fiscal Year 2016	\$12,898,168

Source: Contra Costa County Assessor Fiscal Year Combined Tax Rolls and the SBE Non Unitary Tax Roll

**CITY OF RICHMOND
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS - YEARS ENDED JUNE 30
(IN THOUSANDS)**



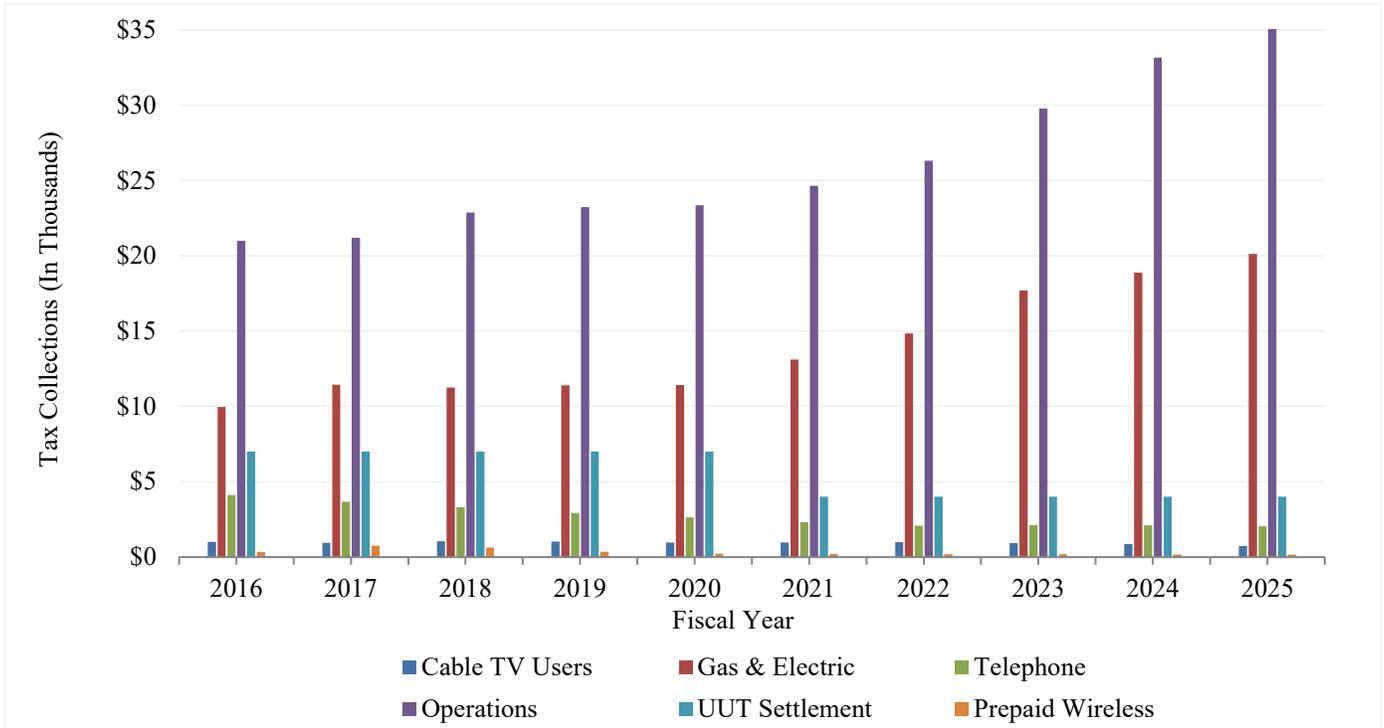
Fiscal Year	1% Tax Roll (i)	Voter Approve Debt Tax Rolls (ii)	Total Tax Collections	Percent of Total Tax Collections to Tax Levy (iii)
2016	\$31,490	\$18,071	\$49,561	100%
2017	33,152	19,618	52,770	100%
2018	33,780	20,481	54,261	100%
2019	36,116	22,078	58,194	100%
2020	36,435	22,513	58,948	100%
2021	37,506	23,477	60,983	100%
2022	36,930	23,269	60,199	100%
2023	39,634	26,011	65,645	100%
2024	41,978	27,166	69,144	100%
2025	43,363	28,292	71,655	100%

Notes:

- (i) The maximum tax rate is 1% of the assessed value or \$1/\$100 of the assessed value, excluding the tax rate for debt.
- (ii) Voter approved tax roll for debt is in addition to the 1% rate shown in note (i).
- (iii) During fiscal year 1995, the County began providing the City 100% of its tax levy under an agreement which allows the County to keep all interest and delinquency charges collected.

Source: City of Richmond Records

**CITY OF RICHMOND
UTILITY USERS TAX COLLECTIONS
LAST TEN FISCAL YEARS - YEARS ENDED JUNE 30**



	2016	2017	2018	2019
Cable TV Users	\$988,547	\$924,912	\$1,036,854	\$1,025,549
Gas & Electric	9,966,642	11,433,006	11,250,415	11,404,175
Telephone	4,093,128	3,668,092	3,300,001	2,910,450
Operations	21,004,080	21,209,540	22,884,443	23,230,610
UUT Settlement	7,000,000	7,000,000	7,000,000	7,000,000
Prepaid Wireless	312,852	730,939	608,042	335,153
	\$43,365,249	\$44,966,489	\$46,079,755	\$45,905,937

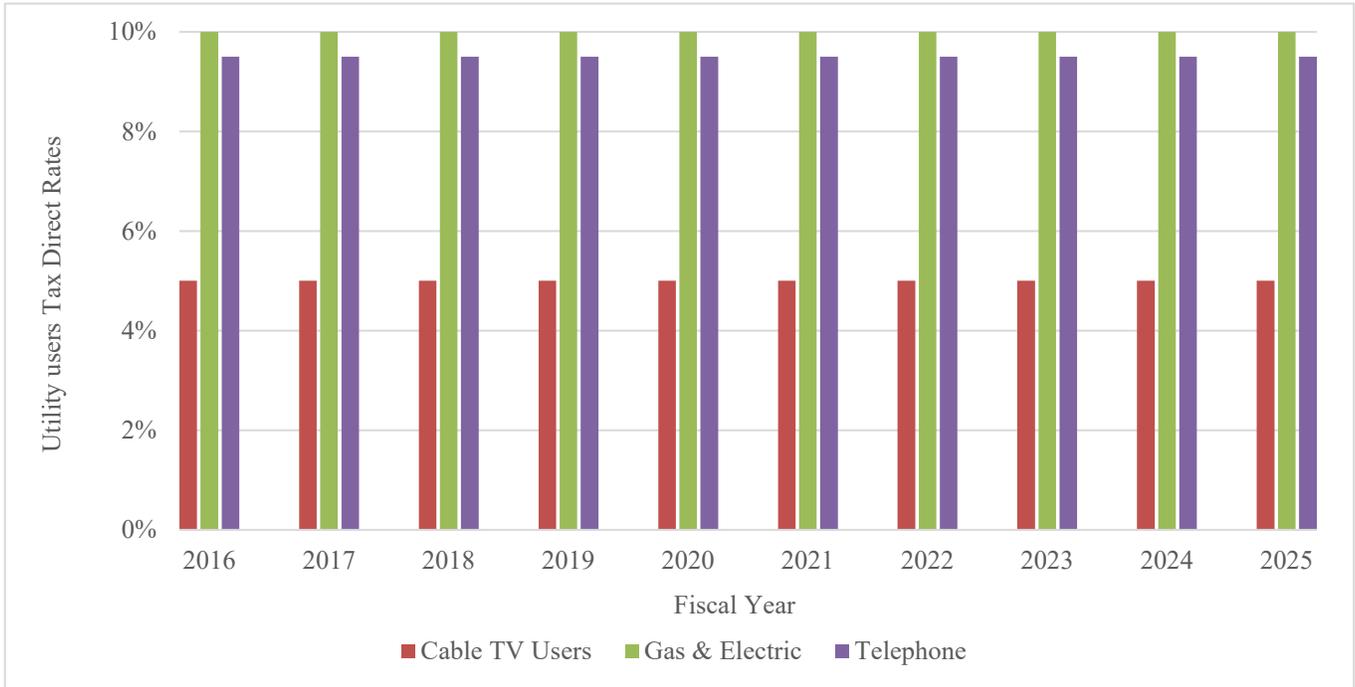
Notes:

- Components of collections by type are not available, therefore amount represents total UUT collections for the fiscal year, and these amounts have been excluded from the graph

Source: City of Richmond, Finance Department (Revenue)

2020	2021	2022	2023	2024	2025
\$951,147	\$961,286	\$975,219	\$909,810	\$845,031	\$726,987
11,416,601	13,118,252	14,833,325	17,686,168	18,874,694	20,128,756
2,621,565	2,302,969	2,065,243	2,124,673	2,092,755	2,031,061
23,351,283	24,657,999	26,330,964	29,785,913	33,161,970	36,796,563
7,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000
211,927	200,199	168,836	169,459	145,787	141,952
\$45,552,523	\$45,240,705	\$48,373,587	\$54,676,023	\$59,120,237	\$63,825,320

**CITY OF RICHMOND
UTILITY USERS TAX DIRECT RATES
ON CHARGES FOR SERVICES
LAST TEN FISCAL YEARS - YEARS ENDED JUNE 30**



	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Cable TV Users	5%	5%	5%	5%
Gas & Electric	10%	10%	10%	10%
Telephone	9.50%	9.50%	9.50%	9.50%
Operations	(i)	(i)	(i)	(i)
UUT Settlement	(ii)	(ii)	(ii)	(ii)

Notes:

(i) Based on the Cap Provision in the City of Richmond Municipal Code 'Section 13.52.100 - Maximum Tax Payable of the Richmond Municipal Code.

(ii) Annual amount is per agreement signed by a Major Taxpayer and the City in 2010.

Source: City of Richmond, Finance Department (Revenue)

2020	2021	2022	2023	2024	2025
5%	5%	5%	5%	5%	5%
10%	10%	10%	10%	10%	10%
9.50%	9.50%	9.50%	9.50%	9.50%	9.50%
(i)	(i)	(i)	(i)	(i)	(i)
(ii)	(ii)	(ii)	(ii)	(ii)	(ii)

**CITY OF RICHMOND
TOP TEN UTILITY USERS TAXPAYERS
(ALPHABETICAL ORDER)
June 30, 2025**

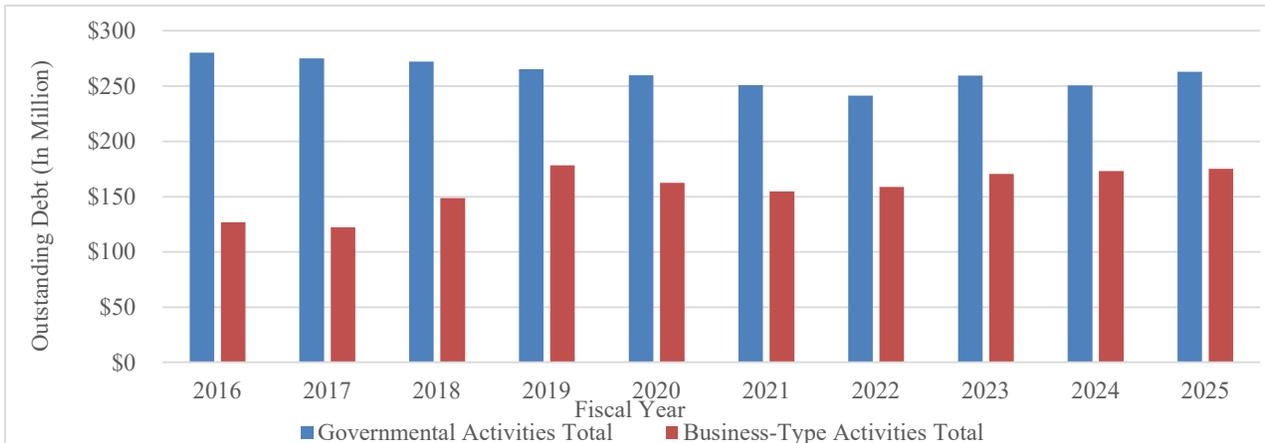
Taxpayer	Type of Business (i)
CHEVRON	Industrial
COMCAST	Cable
CONSTELLATION NEW ENERGY	Utility
DIRECT ENERGY	Utility
GTE MOBILNET OF CALIFORNIA	Telecommunications
MARIN CLEAN ENERGY	Utility
NEW CINGULAR WIRELESS	Telecommunications
PACIFIC BELL	Telecommunications
PG & E	Utility
T-MOBILE WEST LLC	Telecommunications

Notes:

(i) Revenue base information by taxpayer is confidential.

Source: City of Richmond, Finance Department (Revenue)

CITY OF RICHMOND
RATIO OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS - YEARS ENDED JUNE 30



Governmental Activities							
Fiscal Year	Tax Allocation Bonds	Pension Obligation Bonds	Revenue Bonds	Loans and Notes Payable	SBITA Liabilities (iii)	Capital Leases	Total
2016	(ii)	\$155,070,539	\$115,218,619	\$2,143,560	\$0	\$7,944,891	\$280,377,609
2017	(ii)	153,058,033	113,275,266	1,993,820	0	6,872,843	275,199,962
2018	(ii)	150,485,289	111,241,920	1,844,775	0	8,650,840	272,222,824
2019	(ii)	147,275,826	109,098,574	1,287,277	0	7,640,339	265,302,016
2020	(ii)	144,339,640	107,666,888	1,156,441	0	6,661,805	259,824,774
2021	(ii)	140,816,305	103,543,450	1,023,224	0	5,642,605	251,025,583
2022	(ii)	136,976,076	99,240,012	1,023,224	0	4,209,138	241,448,449
2023	(ii)	154,140,000	94,726,574	749,582	3,404,609	6,462,613	259,483,377
2024	(ii)	154,140,000	89,998,136	609,071	2,318,011	3,591,104	250,656,321
2025	(ii)	154,140,000	85,024,698	465,981	1,328,891	22,099,763	263,059,333

Business-Type Activities								
Fiscal Year	Wastewater Revenue Bonds	Port Lease Revenue Bonds (iv)	Loans and Notes Payable	Lease Liabilities (iii)	Total	Total Primary Government	Percentage of Personal Income (i)	Per Capita (i)
2016	\$84,637,983	\$39,354,875	\$2,783,127	\$0	\$126,775,985	\$407,153,594	15.04%	3,827
2017	82,313,447	36,588,791	3,401,553	0	122,303,791	397,503,753	14.49%	3,601
2018	111,698,772	33,587,707	3,316,308	0	148,602,787	420,825,611	15.04%	3,765
2019	144,811,738	30,331,623	3,227,227	0	178,370,588	443,672,604	15.19%	3,998
2020	141,391,552	17,940,892	3,134,137	0	162,466,581	422,291,355	13.95%	3,824
2021	137,886,366	13,604,419	3,338,388	0	154,829,173	405,854,756	12.53%	3,649
2022	134,416,180	9,112,946	15,229,299	0	158,758,424	400,206,873	11.72%	3,634
2023	130,825,994	4,451,473	34,752,234	651,475	170,681,176	430,164,553	12.15%	3,757
2024	127,020,808	0	45,777,830	290,704	173,089,342	423,745,663	10.32%	3,733
2025	123,100,622	0	51,859,310	290,704	175,250,636	438,309,969	9.07%	3,859

Notes:

- Debt amounts exclude any premiums, discounts, or other amortization amounts.
- (i) See Demographic Statistics for personal income and population data.
- (ii) Due to the dissolution of the Redevelopment Agency, the Tax Allocation Bonds and the Loans and Notes Payable that were related to the Redevelopment Agency were transferred to the Successor Agency as of February 1, 2012 and are no longer governmental commitments.
- (iii) Starting in fiscal year 2023, due to GASB Statement No. 87 and 96, lease liabilities and subscription-based information technology arrangements were recognized and recorded separately from loans and notes payables.
- (iv) With the implementation of GASB Statement No. 65, the deferred amount on refunding previously reported as a component of the long-term debt balance is not reported as a deferred inflows of resources.

Source: City of Richmond, State of California Department of Finance (population), U.S. Department of commerce Bureau of the Census (income)

**CITY OF RICHMOND
COMPUTATION OF LEGAL BONDED DEBT MARGIN
JUNE 30, 2025**

ASSESSED VALUATION:

Secured property assessed value, net of exempt real property	\$19,842,188,000
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BONDED DEBT LIMIT (3.75% OF ASSESSED VALUE) (i)	\$744,082,050
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AMOUNT OF DEBT SUBJECT TO LIMIT:

Total Bonded Debt	\$0
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Less Tax Allocation Bonds and Sales Tax Revenue Bonds, Certificate of Participation not subject to limit	0
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Amount of debt subject to limit	0
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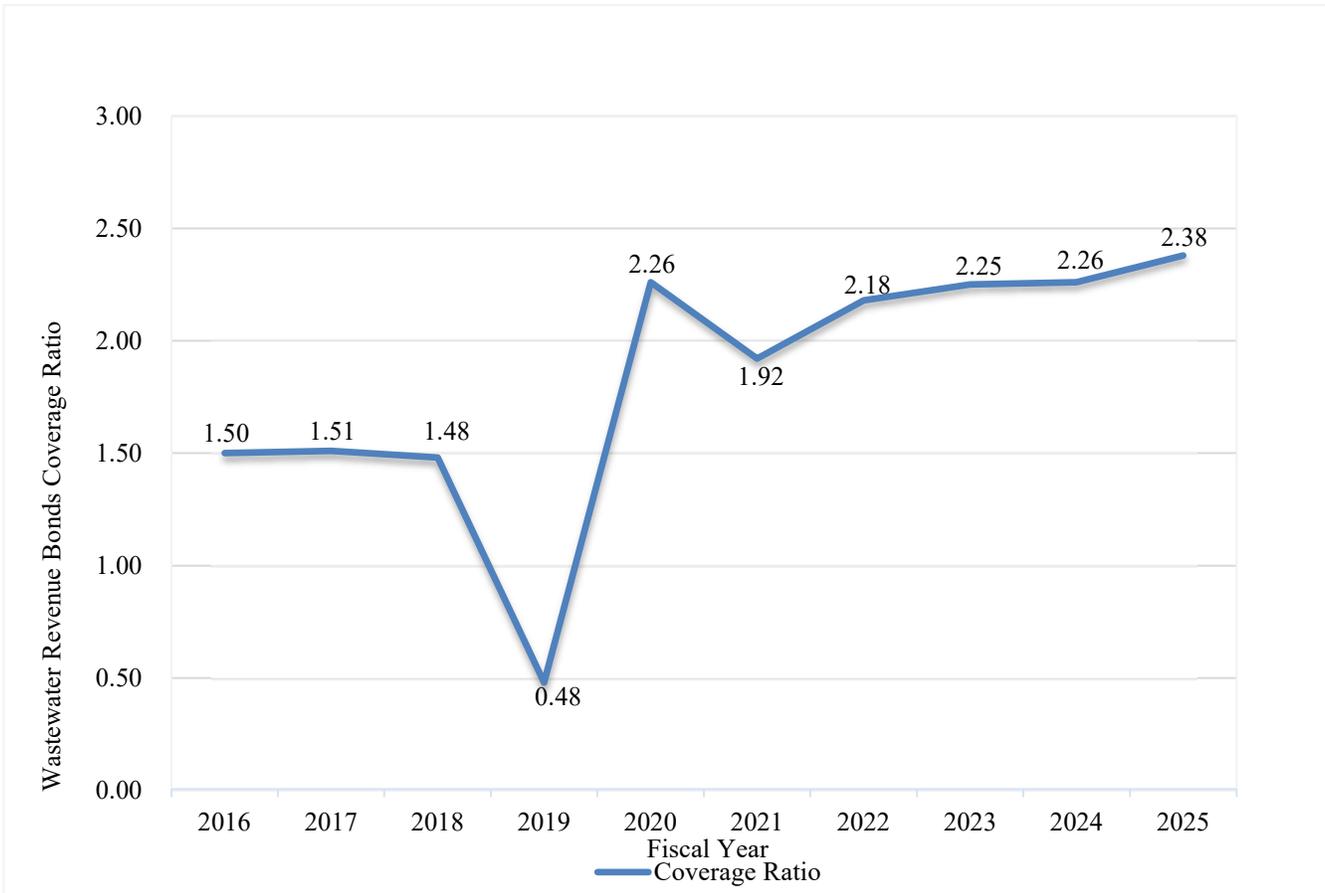
LEGAL BONDED DEBT MARGIN	\$744,082,050
--------------------------	---------------

Fiscal Year	Debt Limit	Total Net Debt Applicable to Limit	Legal Debt Margin	Total net debt applicable to the limit as a percentage of debt limit
2016	\$480,061,088	0	\$480,061,088	0.00%
2017	507,715,613	0	507,715,613	0.00%
2018	528,071,513	0	528,071,513	0.00%
2019	571,313,100	0	571,313,100	0.00%
2020	588,625,125	0	588,625,125	0.00%
2021	613,927,575	0	613,927,575	0.00%
2022	614,884,800	0	614,884,800	0.00%
2023	665,344,313	0	665,344,313	0.00%
2024	710,731,163	0	710,731,163	0.00%
2025	744,082,050	0	744,082,050	0.00%

Notes:

(i) California Government Code, Section 43605 sets the debt limit at 15%. The Code section was enacted prior to the change in basing assessed value to full market value when it was previously 25% of market value. Thus, the limit shown as 3.75% is one-fourth the limit to assessed valuation at full cash value. account for the adjustment of showing

CITY OF RICHMOND
REVENUE BOND COVERAGE RATIO
1999, 2006, 2008, 2010A, 2010B, 2017A, 2019A and 2019B WASTEWATER REVENUE BONDS
LAST TEN FISCAL YEARS - YEARS ENDED JUNE 30



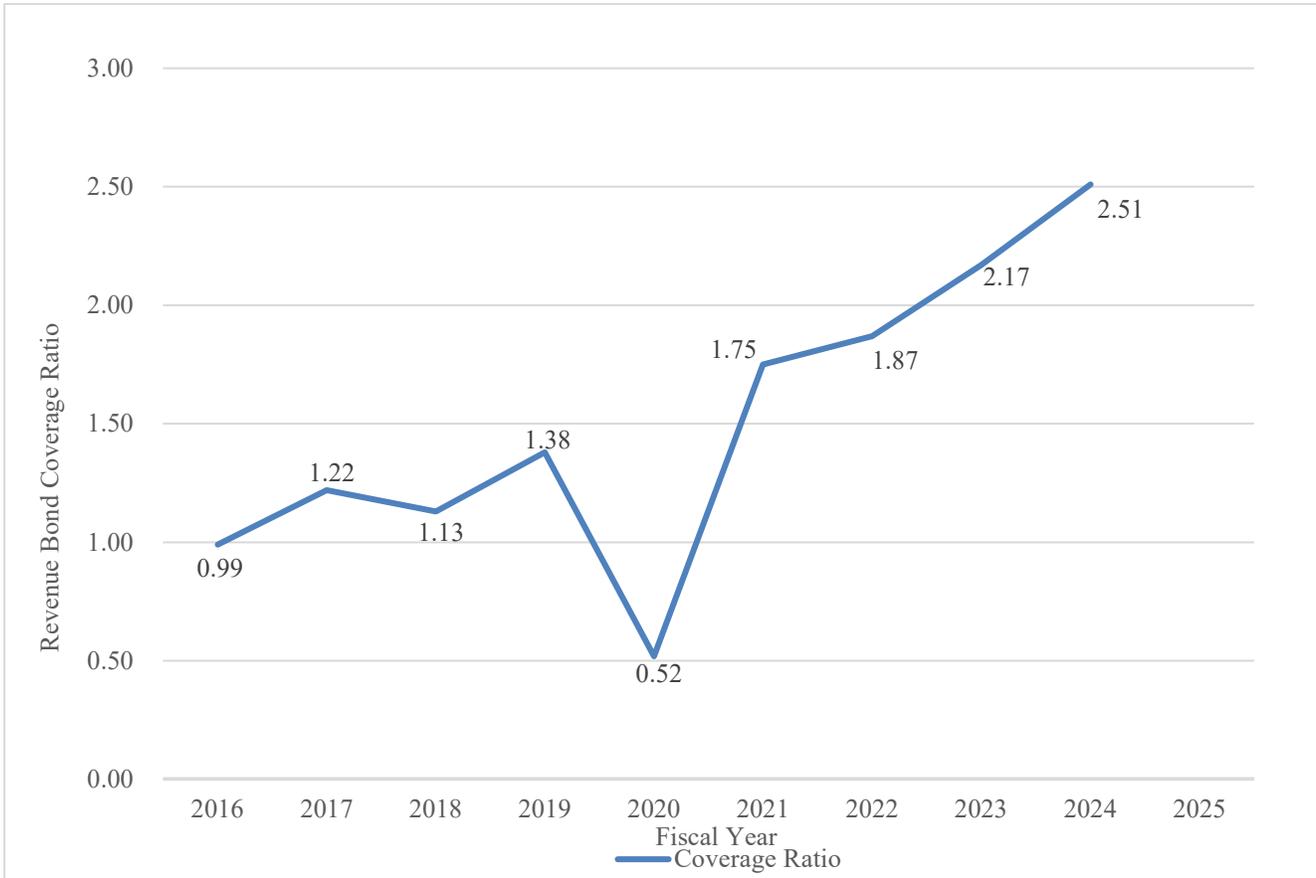
Fiscal Year	Gross Revenue (i)	Operating Expenses (ii)	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage Ratio
				Principal	Interest	Total	
2016	\$19,843,677	\$ 9,954,037	\$ 9,889,640	\$ 2,200,000	\$4,393,375	\$6,593,375	1.50
2017	20,880,739	10,831,250	10,049,489	2,295,000	4,344,233	6,639,233	1.51
2018	23,752,946	11,885,819	11,867,127	2,400,000	5,599,008	7,999,008	1.48
2019	29,993,700	10,647,739	19,345,961	35,240,000	5,286,578	40,526,578	0.48
2020	28,589,996	13,183,065	15,406,931	3,420,186	3,386,178	6,806,364	2.26 (iii)
2021	27,876,716	12,214,607	15,662,109	2,515,000	5,633,851	8,148,851	1.92
2022	28,277,557	10,874,658	17,402,899	2,480,000	5,516,663	7,996,663	2.18
2023	31,156,875	13,172,834	17,984,041	2,600,000	5,393,712	7,993,712	2.25
2024	34,547,622	16,311,333	18,236,289	2,815,000	5,258,061	8,073,061	2.26
2025	36,830,605	18,735,946	18,094,659	2,930,000	4,675,874	7,605,874	2.38

Notes:

- (i) Includes all Municipal Sewer Operating Revenues and Non-operating Interest Revenue excluding Derivative Investment Interest.
- (ii) Includes all Municipal Sewer Operating Expenses less Depreciation and Pension and OPEB Expense related to GASB Statements 68 and 75.
- (iii) Includes the current refunding of the 2008A Wastewater Revenue Refunding Bonds

Source: City of Richmond Annual Financial Statements

CITY OF RICHMOND
REVENUE BOND COVERAGE RATIO
1996, 1999, 2004, 2007 AND 2009 PORT TERMINAL LEASE REVENUE BONDS, NOTE
AND POINT POTRERO LEASE REVENUE BONDS
LAST TEN FISCAL YEARS - YEARS ENDED JUNE 30



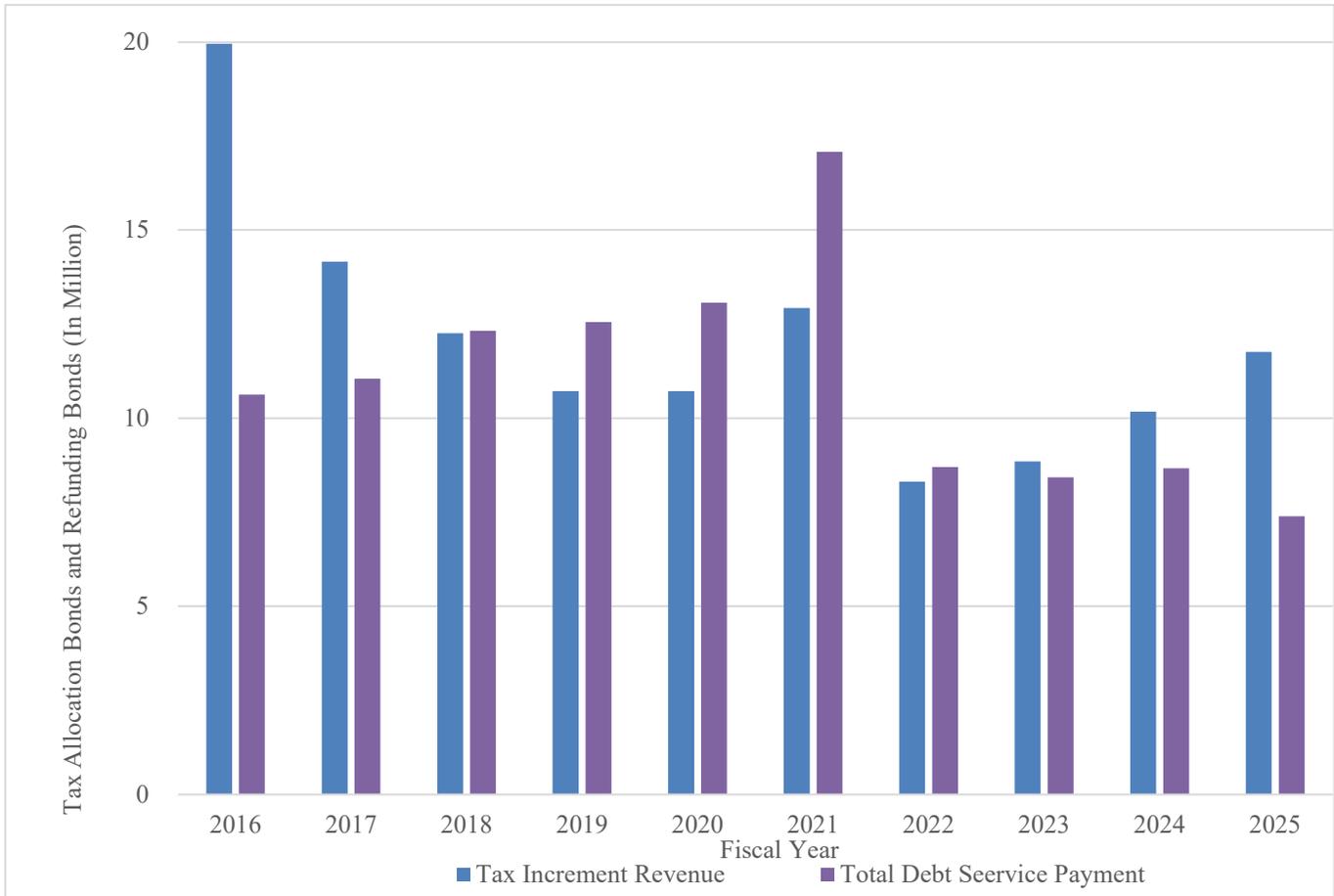
Fiscal Year	Gross Revenue (i)	Operating Expenses (ii)	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage Ratio
				Principal	Interest	Total	
2016	\$ 10,081,074	\$ 4,533,796	\$ 5,547,278	\$ 2,723,455	\$ 2,869,343	\$ 5,592,798	0.99
2017	10,194,121	3,522,216	6,671,905	2,830,000	2,641,797	5,471,797	1.22
2018	10,633,233	4,450,592	6,182,641	3,065,000	2,393,977	5,458,977	1.13
2019	10,783,561	3,289,965	7,493,596	3,320,000	2,126,229	5,446,229	1.38
2020	10,511,283	2,972,218	7,539,065	12,390,731	2,141,506	14,532,237	0.52
2021	10,707,743	2,495,128	8,212,615	3,945,000	748,210	4,693,210	1.75
2022	11,193,765	2,442,047	8,751,718	4,100,000	587,679	4,687,679	1.87
2023	12,347,504	2,148,773	10,198,731	4,270,000	422,270	4,692,270	2.17
2024	13,902,664	3,187,510	10,715,154	4,060,000	208,779	4,268,779	2.51
2025	12,977,867	2,766,184	10,211,683	0	550	550	(iii)

Notes:

- (i) Includes all Port of Richmond Operating Revenues and Non-operating Interest Revenue excluding Derivative Investment Interest
- (ii) Includes all Port of Richmond Operating Expenses, less Depreciation and Pension and OPEB Expense related to GASB Statements 68 and 75.
- (iii) Bond Paid off in FY 2023-24.

Source: City of Richmond Annual Financial Statements

**CITY OF RICHMOND
 BONDED DEBT PLEDGED REVENUE
 TAX ALLOCATION BONDS AND REFUNDING BONDS (i)
 LAST TEN FISCAL YEARS - YEARS ENDED JUNE 30**



Fiscal Year	Tax Revenue	Debt Service Requirements			Coverage Ratio
		Principal	Interest	Total	
2016	19,953,198 (ii)	6,180,000	4,445,674	10,625,674	1.88
2017	14,156,746 (ii)	6,395,000	4,653,678	11,048,678	1.28
2018	12,255,069 (ii)	7,575,000	4,746,564	12,321,564	0.99
2019	10,714,239 (ii)	7,895,000	4,662,021	12,557,021	0.85
2020	10,720,489 (ii)	8,820,000	4,244,580	13,064,580	0.82
2021	12,927,768 (ii)	12,949,294	4,128,651	17,077,945	0.76
2022	8,306,100 (ii)	6,645,000	2,052,525	8,697,525	0.95
2023	8,846,005 (ii)	6,590,000	1,832,049	8,422,049	1.05
2024	10,171,374 (ii)	7,102,474	1,566,348	8,668,822	1.17
2025	11,757,814 (ii)	6,092,695	1,298,107	7,390,802	1.59

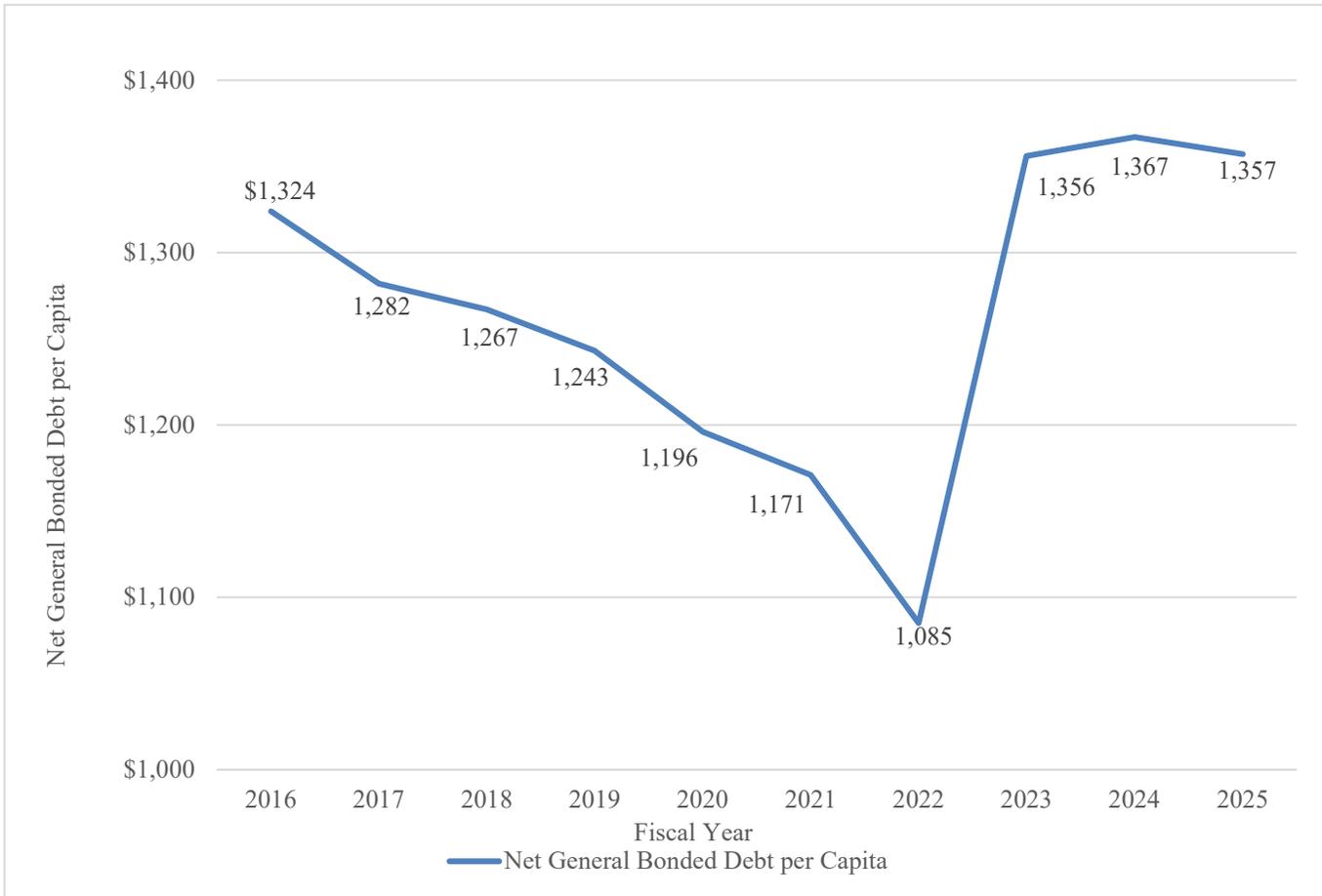
Notes:

(i) Includes the 1991, 1998, 2000, 2003, 2004, 2007, 2010, 2014 and 2021 Bonds.

(ii) Beginning in fiscal year 2012, tax increment reported in this table is the amount calculated by the County Auditor-Controller. Under the provisions of the laws dissolving the Redevelopment Agency, the Successor Agency only receives the funds necessary to fulfill its approved obligations.

Source: City of Richmond Annual Financial Statements

**CITY OF RICHMOND
GENERAL BONDED DEBT
PENSION OBLIGATION BONDS (i)
LAST TEN FISCAL YEARS - YEARS ENDED JUNE 30**



Fiscal Year	Bonds Outstanding	Restricted Cash and Investments (ii)	Net Bonds Outstanding	Net Assessed Value of Property	Ratio of General Bonded Debt to Net Assessed Value of Property	Net General Bonded Debt per Capita
2016	\$155,070,539	\$8,936,523	\$146,134,016	\$10,745,818,000	1.36%	\$1,324
2017	153,058,033	9,777,863	143,280,170	11,290,341,000	1.27%	1,282
2018	150,485,289	9,844,431	140,640,858	11,514,846,000	1.22%	1,267
2019	147,275,826	10,041,550	137,234,276	12,342,193,000	1.11%	1,243
2020	144,339,640	11,315,256	133,024,384	12,521,376,000	1.06%	1,196
2021	140,816,305	11,845,153	128,971,152	13,196,108,000	0.98%	1,171
2022	136,976,076	12,779,202	124,196,874	13,221,634,000	0.94%	1,085
2023	154,140,000	234,805	153,905,195	13,649,321,000	1.13%	1,356
2024	154,140,000	5,947	154,134,053	14,521,436,000	1.06%	1,367
2025	154,140,000	8,643	154,131,357	15,067,345,000	1.02%	1,357

Notes:

(i) 2022 Bonds issued in fiscal year 2023 to refinance the 2005 Bonds.

(ii) Restricted cash is being held with the City's fiscal agent, US Bank, and is restricted for the payment of the bonds.

Source: City of Richmond Annual Financial Statements

**CITY OF RICHMOND
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
JUNE 30, 2025**

2024-2025 Assessed Valuation: \$19,928,999,595

	Total Debt	%	City's Share of Debt
<u>OVERLAPPING TAX AND ASSESSMENT DEBT:</u>	<u>June 30, 2025</u>	<u>Applicable (i)</u>	<u>June 30, 2025</u>
Bay Area Rapid Transit District	\$2,391,260,000	1.902%	\$45,481,765
Contra Costa Community College District	591,875,000	7.155%	\$42,348,656
West Contra Costa Unified School District	1,279,679,975	46.141%	\$590,457,137
West Contra Costa Healthcare District Parcel Tax Obligations	40,155,000	42.298%	\$16,984,762
East Bay Regional Park District	145,930,000	2.967%	\$4,329,743
City of Richmond Community Facilities District No. 1998-1	1,095,000	100%	\$1,095,000
City of Richmond 1915 Act Bonds	3,085,000	100%	\$3,085,000
California Statewide Community Development Authority 1915 Act I	1,150,513	100%	\$1,150,513
TOTAL NET OVERLAPPING TAX AND ASSESSMENT DEBT			<u><u>704,932,576</u></u>
 <u>DIRECT AND OVERLAPPING GENERAL FUND DEBT:</u>			
Contra Costa County General Fund Obligations	\$150,845,000	7.132%	10,758,265
Alameda-Contra Costa Transit District Certificates of Participation	9,600,000	5.505%	528,480
West Contra Costa Unified School District Certificates of Participati	2,845,000	46.141%	1,312,711
City of Richmond General Fund Obligations	73,800,000	100%	73,800,000
City of Richmond Pension Obligations Bonds	154,140,000	100%	154,140,000
Contra Costa County Mosquito District General Fund Obligations	8,050,000	7.132%	574,126
TOTAL DIRECT AND OVERLAPPING GENERAL FUND OBLIGATION DEBT			<u>241,113,582</u>
Less: Contra Costa County general fund obligations supported by revenue funds			<u>2,470,156</u>
TOTAL NET DIRECT AND OVERLAPPING GENERAL FUND OBLIGATION DEBT			<u><u>238,643,426</u></u>
 <u>OVERLAPPING TAX INCREMENT DEBT (Successor Agency)</u>	 \$25,912,724	 100%	 25,912,724
 TOTAL NET DIRECT DEBT			<u><u>227,940,000</u></u>
TOTAL GROSS OVERLAPPING DEBT			<u><u>744,018,882</u></u>
TOTAL NET OVERLAPPING DEBT			<u><u>\$741,548,726</u></u>
 GROSS COMBINED TOTAL DEBT			<u><u>\$971,958,882</u></u> (ii)
NET COMBINED TOTAL DEBT			<u><u>\$969,488,726</u></u>

- (i) The percentage of overlapping debt applicable to the city is estimated using taxable assessed property value. Applicable percentages were estimated by determining the portion of the overlapping district's assessed value that is within the boundaries of the city divided by the district's total taxable assessed value.
- (ii) Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and non-bonded capital lease obligations.

Ratios to 2024-25 Assessed Valuation:

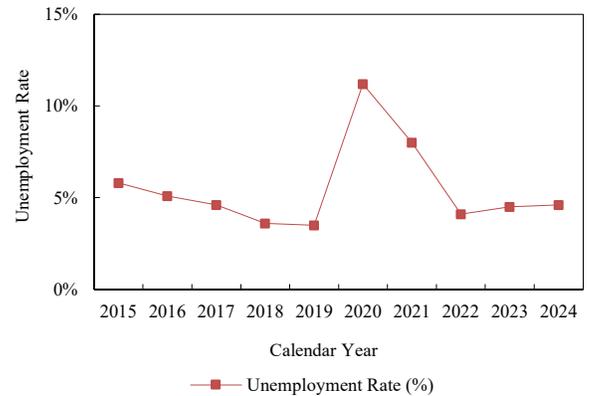
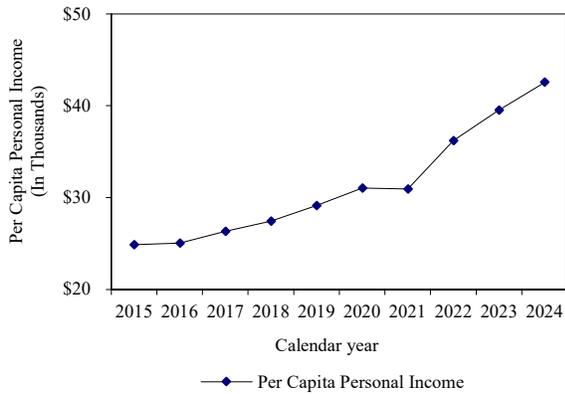
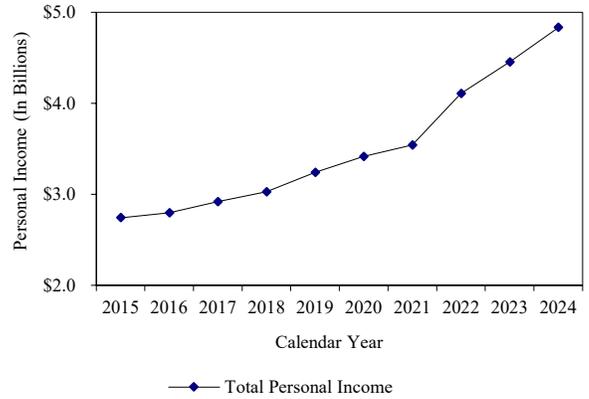
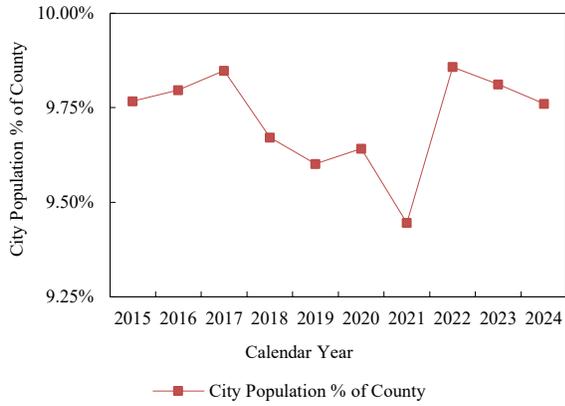
Total Overlapping Tax and Assessment Debt	3.54%
Total Direct Debt (\$227,940,000)	1.14%
Gross Combined Total Debt	4.88%
Net Combined Total Debt	4.86%

Ratios to Redevelopment Successor Agency Incremental Valuation (\$4,774,843,325):

Total Overlapping Tax Increment Debt	0.54%
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Source: California Municipal Statistics, Inc.

**CITY OF RICHMOND
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN CALENDAR YEARS**



Calendar Year	City Population	Total Personal Income	Per Capita Personal Income	Unemployment Rate (%)	Contra Costa County Population	City Population % of County
2015	110,378	\$2,743,560,000	24,856	5.8%	1,126,745	9.80%
2016	111,785	\$2,797,360,000	25,024	5.1%	1,135,127	9.85%
2017	110,967	\$2,920,370,000	26,317	4.6%	1,147,439	9.67%
2018	110,436	\$3,027,471,000	27,413	3.6%	1,150,215	9.60%
2019	111,217	\$3,240,034,000	29,132	3.5%	1,153,526	9.64%
2020	110,130	\$3,416,146,000	31,019	11.2%	1,165,927	9.45%
2021	114,489	\$3,541,074,000	30,929	8.0%	1,161,413	9.86%
2022	113,518	\$4,107,076,000	36,180	4.1%	1,156,966	9.81%
2023	112,735	\$4,453,896,000	39,507	4.5%	1,155,025	9.76%
2024	113,594	\$4,834,816,000	42,562	4.6%	1,153,031	9.85%

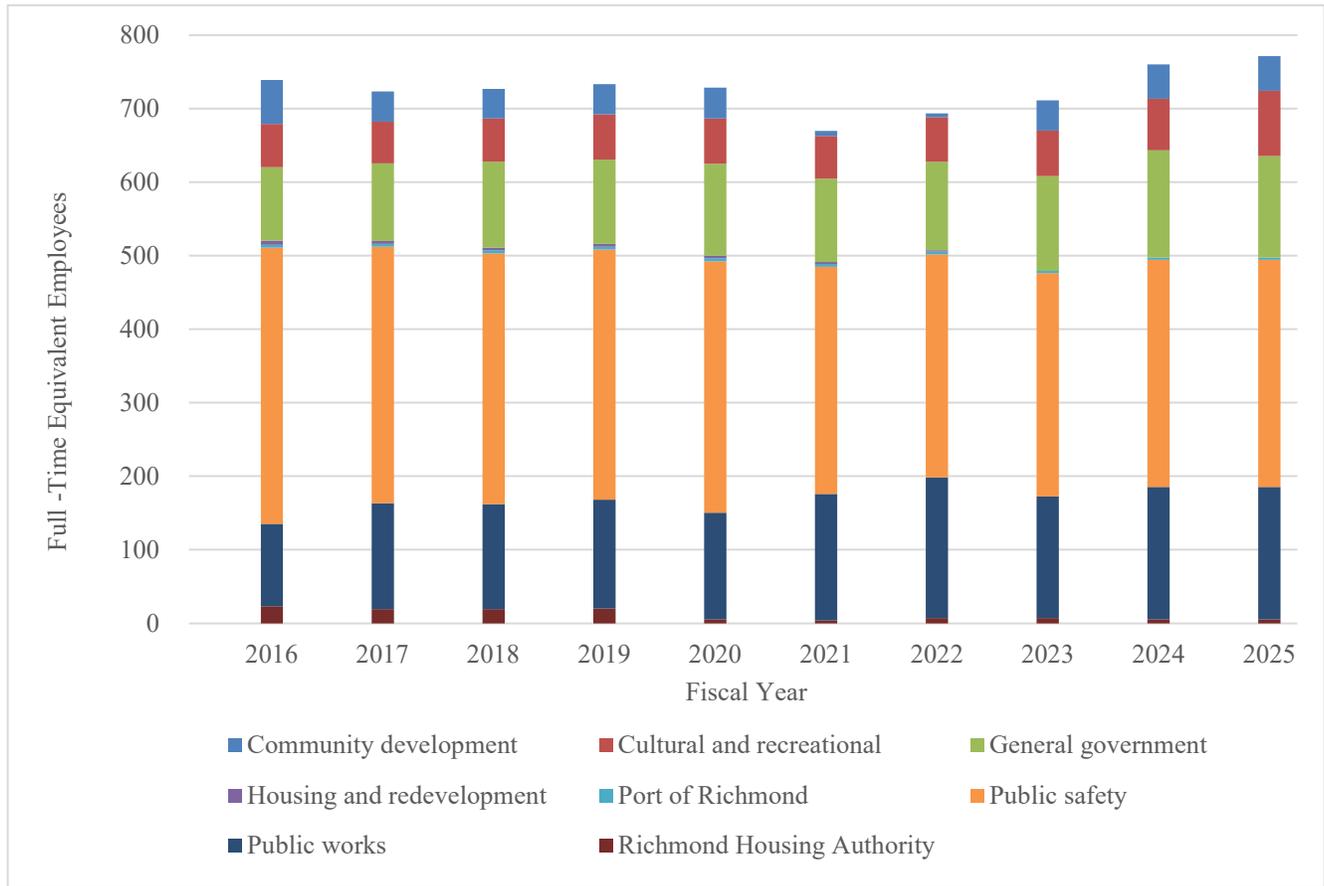
Source: HdL, Coren & Cone

**CITY OF RICHMOND
PRINCIPAL EMPLOYERS
CURRENT FISCAL YEAR AND NINE YEARS AGO**

Employer	2025			2016		
	Number of Employees	Rank	Percentage of Total City Employment	Number of Employees	Rank	Percentage of Total City Employment
Chevron Refinery	3,157	1	9.1%	3,456	1	3.5%
Kaiser Foundation Hospitals	1,442	2	4.2%	506	9	0.5%
United Parcel Service	1,332	3	3.9%	Not a principal employer in 2025		
Social Security Administration	1,259	5	3.6%	1,259	3	1.3%
West Contra Costa Unified School District	1,167	5	3.4%	1,689	2	1.7%
Amazon.com Services	1,121	6	3.2%	Not a principal employer in 2025		
The Permanente Medical Group	1,051	7	3.0%	732	8	0.7%
U.S. Postal Service	1,047	8	3.0%	1,047	5	1.1%
Contra Costa County	844	9	2.4%	844	6	0.9%
City of Richmond	800	10	2.3%	842	7	0.9%
Costco Wholesale #482	Not a principal employer in 2016			405	10	0.4%
Blue Apron, Inc.	Not a principal employer in 2016			1,200	4	1.2%
Subtotal	<u>13,220</u>		<u>38.3%</u>	<u>11,980</u>		<u>12.2%</u>
Total City Day Population	<u>103,912</u>			<u>98,236</u>		

Source: City of Richmond

CITY OF RICHMOND
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS - YEARS ENDED JUNE 30



	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Function				
Community development	59.5	41.0	40.0	41.0
Cultural and recreational	59.0	57.0	59.1	61.7
General government	99.8	105.4	116.5	114.7
Housing and redevelopment	5.9	3.8	3.8	3.8
Port of Richmond	4.0	4.0	4.0	4.0
Public safety	375.5	349.0	341.0	340.0
Public works	112.0	144.0	143.0	148.0
Richmond Housing Authority	23.0	19.0	19.0	20.0
Cable TV	(i)	(i)	(i)	(i)
Convention Center	(ii)	(ii)	(ii)	(ii)
Municipal Sewer	(iii)	(iii)	(iii)	(iii)
Richmond Marina	(iii)	(iii)	(iii)	(iii)
Storm Sewer	(iii)	(iii)	(iii)	(iii)
Total	<u>738.7</u>	<u>723.2</u>	<u>726.4</u>	<u>733.2</u>

Notes:

- (i) Staff that perform these functions are included under General Government and Cultural and Recreational.
- (ii) Convention Center closed during renovation and staff moved under cultural and recreational.
- (iii) These services are provided by outside contractors.

Source: City of Richmond Budget

<u>2020</u> (re-stated)	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
42.0	7.0	5.0	41.0	47.0	47.0
61.7	58.1	60.7	61.7	69.7	88.7
124.7	113.1	120.1	129.0	146.1	138.1
3.8	2.8	2.0	0.0	0.0	0.0
4.0	4.0	4.0	3.0	3.0	3.0
342.0	309.0	303.0	304.0	309.0	309.0
145.0	171.5	191.4	165.2	180.2	180.2
5.3	4.0	7.0	7.0	5.0	5.0
(i)	(i)	(i)	(i)	(i)	(i)
(ii)	(ii)	(ii)	(ii)	(ii)	(ii)
(iii)	(iii)	(iii)	(iii)	(iii)	(iii)
(iii)	(iii)	(iii)	(iii)	(iii)	(iii)
(iii)	(iii)	(iii)	(iii)	(iii)	(iii)
<u>728.5</u>	<u>669.5</u>	<u>693.2</u>	<u>710.9</u>	<u>760.0</u>	<u>771.0</u>

**CITY OF RICHMOND
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS - YEARS ENDED JUNE 30**

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Fire:				
Fire calls for service	14,497	14,372	14,375	13,900
Primary fire inspections conducted	1,134	1,160	5,378	3,929
Number of firefighters	91	90	91	90
Number of firefighters and civilians per thousand population	0.8	0.8	0.8	0.8
Police:				
Number of police officers per thousand population	1.7	1.6	1.6	1.6
Number of sworn officers	185	182	178	178
Daily average consumption in gallons per family	250	250	250	250

2020	2021	2022	2023	2024	2025
14,318	18,150	18,210	14,020	14,768	14,977
2,919	3,320	1,510	1,082	1,397	1,970
89	89	89	91	91	91
0.8	0.8	0.8	0.8	0.8	0.8
1.6	1.3	1.3	1.3	1.2	1.3
178	157	145	146	145	147
160	194	145	140	137	138

CITY OF RICHMOND
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS - YEARS ENDED JUNE 30

Function/Program	2016	2017	2018	2019
Public safety:				
Fire stations	7	7	7	7
Police stations	4	4	4	4
Library (#) of Locations	3	3	3	3
Public works				
Miles of streets	280	280	280	280
Street lights	8,543	9,000	9,000	9,000
Urban Forest (trees) (i)	35,620	35,782	36,231	36,499
Culture and recreation:				
Community services:				
City parks	55	55	55	55
City parks acreage	336.6	336.6	336.6	336.6
Open Space & Public Landscapes acreage	510.0	510.0	510.0	510.0
Lawn bowling	1	1	1	1
Recreation centers	8	8	8	8
Auditorium/Theater	1	1	1	1
Gymnasiums	3	3	3	3
Senior centers	2	2	2	2
Head start centers/day cares	6	6	6	6
Putting green	1	1	1	1
Basketball courts	28	28	28	28
Swimming pools	2	2	2	2
Tennis courts	20	20	20	20
Baseball/softball diamonds	26	26	26	26
Soccer/football fields	17	17	17	17
Cricket fields	2	2	2	2
Water				
Fire hydrants	3,153	3,153	3,153	3,153
Wastewater				
Miles of sanitary sewers	183	183	183	230
Miles of storm sewers	310	310	310	310
Land Area (square miles)	33.7	33.7	33.7	33.7
Miles of waterfront	32	32	32	32

Source: City of Richmond

<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
7	7	7	7	7	7
4	4	4	1	1	1
3	3	3	3	3	3
290	280	289	280	291	291
7,801	9,000	9,000	9,000	9,000	9,000
36,766	36,700	38,000	37,000	37,000	37,000
55	55	56	55	55	55
336.6	336.6	340.0	336.6	336.6	336.6
510.0	510.0	510.0	510.0	510.0	510.0
1	1	0	0	0	0
8	8	8	8	8	8
1	1	1	1	1	1
3	3	2	3	3	3
2	2	2	2	2	2
6	6	6	6	6	6
1	1	0	0	0	0
28	28	28	28	28	28
2	2	2	2	2	2
20	20	20	20	20	20
26	26	26	26	26	26
17	17	17	17	17	17
2	2	0	0	0	0
3,153	3,153	2,163	2,787	2,207	2,204
189	194	194	194	194	194
198	310	173	310	173	173
33.7	33.7	33.7	33.7	13.5	13.5
32	32	32	32	32	32