

Schedule 1
City of Eureka, California
Net Assets By Component
June 30, 2006
Last Four Fiscal Years (2)

	Fiscal Year			
	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Governmental activities:				
Invested in Capital Assets, Net of Related Debt	\$ 60,629,134	\$ 60,192,828	\$ 36,214,745	\$ 36,643,076
Restricted for:				
Public Safety	570,045	574,056	-	-
Streets and Roads	946,963	516,970	-	-
Projects	200,142	246,177	-	-
Housing	11,838,556	10,998,844	-	-
Debt Service	-	1,924,389	1,968,932	14,557,054
Airport	190,628	180,333	-	-
Unrestricted	<u>1,370,355</u>	<u>1,749,006</u>	<u>17,485,042</u>	<u>4,367,432</u>
Total governmental activities net assets	<u>\$ 75,745,823</u>	<u>\$ 76,382,603</u>	<u>\$ 55,668,719</u>	<u>\$ 55,567,562</u>
% change from prior year	-0.83%	37.21%	0.18%	N/A (1)
Business-Type Activities:				
Invested in Capital Assets, Net of Related Debt	\$ 56,739,394	\$ 56,367,517	51,425,885	45,486,207
Restricted for:				
Projects	3,946,317	3,495,336	-	-
Debt Service	521,417	1,219,444	7,244,903	14,945,702
Unrestricted	<u>12,415,222</u>	<u>8,256,882</u>	<u>9,694,358</u>	<u>11,410,647</u>
Total Business-type Activities Net Assets	<u>\$ 73,622,350</u>	<u>\$ 69,339,179</u>	<u>\$ 68,365,146</u>	<u>\$ 71,842,556</u>
% change from prior year	6.18%	1.42%	-4.84%	N/A (2)
Primary Government				
Invested in Capital Assets, Net of Related Debt	\$ 117,368,528	\$ 116,560,345	87,640,630	82,129,283
Restricted for:				
Public Safety	570,045	574,056	-	-
Streets and Roads	946,963	516,970	-	-
Projects	4,146,459	3,741,513	-	-
Housing	11,838,556	10,998,844	-	-
Debt Service	521,417	3,143,833	9,213,835	29,502,756
Airport	190,628	180,333	-	-
Unrestricted	<u>13,785,577</u>	<u>10,005,888</u>	<u>27,179,400</u>	<u>15,778,079</u>
Total Primary Government Net Assets	<u>\$ 149,368,173</u>	<u>\$ 145,721,782</u>	<u>\$ 124,033,865</u>	<u>\$ 127,410,118</u>
% change from prior year	2.50%	17.49%	-2.65%	N/A (2)

(1) This schedule reports using the accrual basis of accounting

(2) The City implemented GASB 34, the new reporting standard, in fiscal year 2003. Therefore, ten years of data is not available but will be accumulated over time.

(3) Reporting standards require that net assets be reported in three components in the financial statements: invested in capital assets, net of related debt; restricted; and unrestricted. Net assets are considered restricted when (1) an external party, such as the state or Federal government, places a restriction on how the resources may be used, or (2) enabling legislation is enacted by the City, as is case with several special revenue funds restricted to the purposes of the fund.

(4) See Schedule 2 for changes in net assets from year to year

Schedule 2
City of Eureka, California
Changes in Net Assets
June 30, 2006
Last Four Fiscal Years (3)

	Fiscal Year			
	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Expenses				
<i>Governmental Activities:</i>				
General Government	\$ 3,530,892	\$ 3,509,992	\$ 3,692,654	\$ 3,798,232
Public Safety	11,715,731	10,688,693	10,331,006	10,260,034
Community Development	3,198,428	3,614,988	2,517,447	2,943,947
Community Services	-	67,087	132,253	118,050
Culture - Recreation	1,997,492	1,852,558	1,262,761	1,198,403
Public Works	2,631,869	2,580,587	2,684,340	3,760,811
Interest on Long-term Debt	1,998,632	1,088,993	1,811,098	748,497
Unallocated Depreciation	1,789,798	1,728,090	-	-
Total Governmental Activities Expenses	<u>26,862,842</u>	<u>25,130,988</u>	<u>22,431,559</u>	<u>22,827,974</u>
<i>Business-type Activities:</i>				
Water	3,643,896	3,562,419	3,936,017	3,000,990
Wastewater	4,755,559	4,847,871	5,187,671	3,946,192
Harbor	1,103,056	1,157,822	1,219,715	1,192,850
Building	472,560	461,251	410,449	372,014
Transit	1,692,494	1,433,596	1,687,429	1,602,904
Golf	17,066	38,597	49,254	35,392
Total Business-type Activities Expenses	<u>11,684,631</u>	<u>11,501,556</u>	<u>12,490,535</u>	<u>10,150,342</u>
Total Primary Government Expenses	<u>\$ 38,547,473</u>	<u>\$ 36,632,544</u>	<u>\$ 34,922,094</u>	<u>\$ 32,978,316</u>
Program Revenues				
<i>Governmental Activities:</i>				
Charges for Services				
General Government	\$ 1,292,354	\$ 1,259,081	\$ 1,593,827	\$ 1,319,050
Public Safety	558,071	777,853	622,035	700,595
Community Development	156,886	84,768	76,441	29,777
Community Services (9)	-	54,244	35,837	53,280
Culture - Recreation	570,242	333,192	407,539	306,215
Public Works	64,931	56,074	36,615	32,886
Operating Grants and Contributions	1,845,142	5,519,557	1,775,335	2,251,821
Capital Grants and Contributions	1,798,449	4,171,641	3,350,372	1,134,902
Total Governmental Activities Program Revenues	<u>6,286,075</u>	<u>12,256,410</u>	<u>7,898,001</u>	<u>5,828,526</u>
<i>Business-type Activities:</i>				
Charges for Services				
Water	5,140,318	4,546,235	3,928,744	3,385,867
Wastewater	4,748,497	3,717,501	3,477,421	3,127,043
Harbor	608,903	554,924	507,927	490,872
Building	462,135	461,590	497,176	350,216
Transit	1,301,965	1,399,672	265,502	215,124
Golf	37,862	53,342	52,692	55,934
Operating Grants and Contributions	-	-	1,109,640	984,825
Capital Grants and Contributions	272,728	729,167	-	462,613
Total Business-type Activities Program Revenues	<u>12,572,408</u>	<u>11,462,431</u>	<u>9,839,102</u>	<u>9,072,494</u>
Total Primary Government Program Revenues	<u>\$ 18,858,483</u>	<u>\$ 23,718,841</u>	<u>\$ 17,737,103</u>	<u>\$ 14,901,020</u>

Schedule 2
City of Eureka, California
Changes in Net Assets
June 30, 2006
Last Four Fiscal Years (3)

	Fiscal Year			
	2006	2005	2004	2003
Net (Expenses)/Revenues				
<i>Governmental Activities</i>	(20,576,767)	\$ (12,874,578)	\$ (14,533,558)	\$ (16,999,448)
<i>Business-type Activities</i>	887,777	(39,125)	(2,651,433)	(1,077,848)
Total Primary Government Net (Expenses)	<u>\$ (19,688,990)</u>	<u>\$ (12,913,703)</u>	<u>\$ (17,184,991)</u>	<u>\$ (18,077,296)</u>
General Revenues and Other Changes in Net Assets				
<i>Governmental Activities:</i>				
Taxes				
Property Taxes	5,135,206	4,551,056	4,543,445	4,091,267
Sales Taxes	9,278,077	9,173,399	8,398,120	7,928,212
Transient Occupancy Tax	1,463,487	1,424,250	1,603,794	1,299,239
Utility User's Tax (5)	1,518,672	1,023,073	1,021,831	901,599
Business License Tax	243,106	211,039	256,636	246,107
Permits and Franchise Tax	747,954	702,987	709,087	660,916
Investment Income	1,561,018	1,582,007	234,169	1,028,574
Motor Vehicle In-lieu, unrestricted (7)	1,907,041	-	-	-
Miscellaneous	270,050	536,224	146,685	117,105
Transfers	(2,602,206)	(317,010)	(155,596)	(98,175)
Total Governmental Activities	<u>19,522,405</u>	<u>18,887,025</u>	<u>16,758,171</u>	<u>16,174,844</u>
<i>Business-type Activities:</i>				
Investment Income	742,297	696,148	368,894	585,081
Miscellaneous	-	-	457,676	-
Transfers	2,602,206	317,010	155,596	98,175
Total Business-type Activities	<u>3,344,503</u>	<u>1,013,158</u>	<u>982,166</u>	<u>683,256</u>
Total Primary Government	<u>\$ 22,866,908</u>	<u>\$ 19,900,183</u>	<u>\$ 17,740,337</u>	<u>\$ 16,858,100</u>
Change in Net Assets				
<i>Governmental Activities</i>	\$ (1,054,362)	\$ 6,012,447	\$ 2,224,613	\$ (824,604)
<i>Business-type Activities</i>	4,232,280	974,033	(1,669,267)	(394,592)
Total Primary Government	<u>\$ 3,177,918</u>	<u>\$ 6,986,480</u>	<u>\$ 555,346</u>	<u>\$ (1,219,196)</u>

(1) This schedule reports using the accrual basis of accounting

(2) Expenses include allocated indirect expenses

(3) The City implemented GASB 34, the new reporting standard, in fiscal year 2003. Therefore, ten years of data is not available but will be accumulated over time.

(4) Net (expenses) is the difference between the expenses and program revenues. It indicates the degree to which a function or program is supported with its own fees and program-specific grants versus its reliance upon funding from taxes and other general revenues. A number in parenthesis are net expenses indicating that expenses were greater than program revenues and therefore general revenues were needed to finance that function or program. Numbers without parenthesis are net revenues, meaning that program revenues were more than sufficient to cover expenditures.

(5) On November 7, 2006, City voters approved a four year extension of the Utility User's Tax @ 3% through June 30, 2011, with the cap increased to \$2,000 from \$1,000 effective July 1, 2007.

(6) Community Services was formerly part of the Engineering Department and is now included in the Public Works Division

(7) Motor Vehicle In-Lieu Tax is derived from an annual fee paid by automobile owners registering their vehicles with the State of California Department of Motor Vehicles in lieu of local property tax. The tax rate is two percent (2%) of the market value of the vehicle. In the past, this revenue was included in Property Taxes for reporting purposes.

Schedule 3
City of Eureka, California
Fund Balances, Governmental Funds
June 30, 2006
Last Four Fiscal Years (2)

	Fiscal Year			
	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
General Fund				
Reserved for:				
Encumbrances	\$ -	\$ -	\$ -	\$ 735,715
Parking	28,000	-	-	-
Prepaid Items	8,993	18,987	-	-
Advances	4,721,175	6,134,287	5,953,846	5,753,594
Land Held for Resale	-	371,000	-	-
Unreserved	2,130,331	2,365,536	1,821,466	1,769,583
Total General Fund	<u>6,888,499</u>	<u>\$ 8,889,810</u>	<u>\$ 7,775,312</u>	<u>\$ 8,258,892</u>
All Other Governmental Funds				
Reserved for:				
Encumbrances	\$ -	\$ -	\$ -	\$ 877,619
Notes and Loans Receivable	6,162,818	6,177,479	7,400,461	7,957,687
Low/Moderate Income Housing	4,021,782	3,455,052	-	-
Advances	122,520	122,520	132,109	171,769
Land Held for Resale	4,613,178	4,417,745	6,121,179	6,121,179
Land Acquisition	-	-	-	187,606
Unreserved, reported in:				
Special Revenue Funds	2,592,983	1,930,413	4,705,084	(5,967,103)
Capital Projects Funds	2,584,182	2,263,729	715,974	750,000
Debt Service Funds	(13,912,294)	(10,777,361)	(7,616,707)	100
Total Other Governmental Funds	<u>6,185,169</u>	<u>7,589,577</u>	<u>11,458,100</u>	<u>10,098,857</u>
Total Governmental Funds	<u>\$ 13,073,668</u>	<u>\$ 16,479,387</u>	<u>\$ 19,233,412</u>	<u>\$ 18,357,749</u>
% change from prior year	-20.67%	-14.32%	4.77%	N/A (2)

(1) This schedule reports using the modified accrual basis of accounting

(2) The City implemented GASB 34, the new reporting standard, in fiscal year 2003. Therefore, ten years of data is not available but will be accumulated over time.

Schedule 4
City of Eureka, California
Governmental Funds
Changes in Fund Balances
June 30, 2006
Last Four Fiscal Years (2)

	Fiscal Year			
	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
REVENUES				
Taxes	\$ 17,882,638	\$ 16,250,410	\$ 15,823,826	\$ 14,466,424
Licenses, Permits and Fees	829,070	735,055	709,087	660,916
Fines and Penalties	210,893	243,118	-	-
Investment Income	1,538,316	1,913,284	281,148	1,028,574
Intergovernmental	5,225,567	9,499,106	5,125,707	3,386,723
Charges for Services	2,435,122	2,567,514	2,772,294	2,441,803
Other Revenues	372,319	973,951	146,685	117,105
Total Revenues	28,493,925	32,182,438	24,858,747	22,101,545
% change from prior year	-11.46%	29.46%	12.48%	N/A (2)
EXPENDITURES				
Current:				
General Government	3,533,578	3,428,993	3,368,805	3,582,501
Public Safety	11,565,775	10,763,419	10,211,207	9,591,711
Public Works	2,573,899	2,446,156	2,611,024	2,756,161
Community Development	3,336,827	4,048,648	2,773,493	1,402,737
Community Services	-	88,934	83,793	73,374
Culture and Recreation	1,911,252	1,713,643	1,166,998	1,022,687
Capital Outlay	4,220,936	9,003,905	3,646,216	1,248,745
Debt Service:				
Principal	505,753	93,588	599,408	660,000
Interest	1,909,017	1,768,234	889,480	1,372,892
Fiscal Charges	-	-	700,908	519,872
Total Expenditures	29,557,037	33,355,520	26,051,332	22,230,680
% change from prior year	-11.39%	28.04%	17.19%	N/A (2)
Excess of Revenues Over (Under) Expenditures	(1,063,112)	(1,173,082)	(1,192,585)	(129,135)
OTHER FINANCING SOURCES (USES)				
Transfers from Other Funds	7,723,228	5,327,364	2,516,250	2,040,107
Transfers to Other Funds	(10,325,434)	(5,644,374)	(2,623,635)	(3,125,114)
Proceeds from Long Term Debt	-	-	15,250,000	-
Proceeds from Capital Lease	399,946	-	-	-
Payment to Refunded Bond Escrow Agent	-	-	(13,900,000)	-
Total Other Financing Sources (Uses)	(2,202,260)	(317,010)	1,242,615	(1,085,007)
Net Change in Fund Balances	\$ (3,265,372)	\$ (1,490,092)	\$ 50,030	\$ (1,214,142)
Debt Service as a Percentage of Non-capital Expenditures	9.53%	7.65%	9.77%	12.17%

(1) This schedule reports using the modified accrual basis of accounting

(2) The City implemented GASB 34, the new reporting standard, in fiscal year 2003. Therefore, ten years of data is not available but will be accumulated over time.

Schedule 5
City of Eureka, California
Tax Revenues by Source
June 30, 2006
Last Four Fiscal Years (2)

Fiscal Year	Property	Sales	Occupancy	Utility User (3)	Business License	Other
2003	\$ 4,009,344	\$ 7,928,212	\$ 1,299,239	\$ 901,599	\$ 246,004	\$ 103
2004	4,380,272	8,480,791	1,603,794	1,021,831	256,528	109
2005	4,440,184	9,173,399	1,424,250	1,023,073	237,678	132
2006	5,486,195	9,278,077	1,434,084	1,349,496	215,849	142
Change 2003-2006	36.84%	17.03%	10.38%	49.68%	-12.26%	37.86%

(1) This schedule reports using the modified accrual basis of accounting

(2) The City implemented GASB 34, the new reporting standard, in fiscal year 2003. Therefore, ten years of data is not available but will be accumulated over time.

(3) On November 7, 2006, City voters approved a four year extension of the Utility User's Tax @ 3% through June 30, 2011 with the cap increased to \$2,000 from \$1,000 effective July 1, 2007.

Schedule 6
City of Eureka, California
Sales Tax by Category
June 30, 2006
Last Four Fiscal Years (1)

	Fiscal Year			
	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
General Consumer Goods	\$ 2,422,040	\$ 2,672,493	\$ 2,951,526	\$ 3,276,941
Autos and Transportation	1,772,859	1,702,753	1,681,786	1,729,780
Building and Construction	655,839	816,929	892,664	949,001
Fuel and Service Stations	680,361	695,613	715,058	989,667
Business and Industry	624,625	637,784	670,563	767,893
Restaurants and Hotels	547,372	569,020	593,252	637,633
Food and Drugs	438,105	419,872	416,626	418,192
Total	<u>\$ 7,141,201</u>	<u>\$ 7,514,464</u>	<u>\$ 7,921,475</u>	<u>\$ 8,769,107</u>
City direct sales tax rate	0.75%	0.75%	0.75%	0.75%

(1) The City implemented GASB 34, the new reporting standard, in fiscal year 2003. Therefore, ten years of data is not available but will be accumulated over time.

(2) Under California Revenue and Taxation Code Section 7056, disclosure of individual sales tax remitters and their tax liability is prohibited.

Source: Hinderliter de Llamas and Associates

Schedule 7
City of Eureka, California
Direct and Overlapping Sales Tax Rates
June 30, 2006
Last Four Fiscal Years (1)

<u>Fiscal Year</u>	<u>City Direct Rate</u>	<u>Humboldt County</u>
2003	0.75%	0.25%
2004	0.75%	0.25%
2005	0.75%	0.25%
2006	0.75%	0.25%

(1) The City implemented GASB 34, the new reporting standard, in fiscal year 2003. Therefore, ten years of data is not available but will be accumulated over time.

Source: California State Board of Equalization

Schedule 8
City of Eureka, California
Assessed and Estimated Actual Value of Property
June 30, 2006
Last Ten Fiscal Years (1)
(Unaudited)

Fiscal Year	Secured	Utility	Unsecured	Gross Assessed Value	Less Exemptions	Net Assessed Value	Total Direct Tax Rate	Estimated Actual Value	Ratio of Net Assessed Value To Total Estimated Actual Value
1997	\$ 1,031,826	\$ 2,963	\$ 149,624	\$ 1,184,413	\$ 101,653	\$ 1,082,760	1.044	\$ 1,184,413	91.4%
1998	1,083,488	2,794	142,459	1,228,741	114,427	1,114,314	1.041	1,228,742	90.7%
1999	1,107,743	3,538	147,654	1,258,935	109,246	1,149,689	1.042	1,260,935	91.2%
2000	1,149,281	3,538	154,080	1,306,899	115,393	1,191,506	1.043	1,306,899	91.2%
2001	1,410,386	3,018	206,443	1,619,847	147,383	1,472,464	1.051	1,619,847	90.9%
2002	1,466,499	3,341	188,494	1,658,334	152,881	1,505,453	1.047	1,658,334	90.8%
2003	1,505,951	3,341	188,250	1,697,542	139,210	1,558,332	1.040	1,697,542	91.8%
2004	1,545,402	3,341	188,006	1,736,749	125,540	1,611,209	1.040	1,736,749	92.8%
2005	1,644,991	3,341	205,786	1,854,118	33,325	1,820,793	1.094	1,854,118	98.2%
2006	1,812,965	3,371	218,427	2,034,763	33,226	2,001,537	1.102	2,034,763	98.4%

(1) All amounts expressed in thousands

Source: Humboldt County Auditor

Schedule 8
Eureka Redevelopment Agency, California
Assessed and Estimated Actual Value of Property
June 30, 2006
Last Four Fiscal Years (2)
 (Unaudited)

Fiscal Year	Phase I Project Area Secured	Phase I Project Area Unsecured	Phase I Project Area Total	Phase II Project Area Secured	Phase II Project Area Unsecured	Phase II Project Area Total	Eureka Tomorrow Project Area Secured	Eureka Tomorrow Project Area Unsecured	Eureka Tomorrow Project Area Total	Redevelopment Area Total	Total Direct Tax Rate
2003	13,839,487	2,205,735	16,045,222	23,367,140	2,013,059	25,380,199	282,191,198	52,742,870	334,934,068	376,359,489	1.040
2004	14,396,782	2,093,313	16,490,095	25,686,715	2,154,299	27,841,014	290,666,630	54,611,223	345,277,853	389,608,962	1.040
2005	14,591,173	2,081,877	16,673,050	26,430,379	2,282,522	28,712,901	297,556,799	56,900,694	354,457,493	399,843,444	1.094
2006	15,564,404	2,292,075	17,856,479	28,015,284	2,001,618	30,016,902	333,320,928	81,788,511	415,109,439	462,982,820	1.102

(1) All Amounts expressed in thousands

(2) The City implemented GASB 34, the new reporting standard, in fiscal year 2003. Therefore, ten years of data is not available but will be accumulated over time.

Source: Humboldt County Auditor

Schedule 9
City of Eureka, California
Property Tax Rates - All Direct and Overlapping Governments
(Per \$100 of Assessed Value)
June 30, 2006
Last Ten Fiscal Years

Fiscal Year	Basic County, City and School Levy	Voter-approved Debt				Total Direct Rate
		City	County	School	Others	
1997	\$ 1.000	\$0.000	\$0.000	\$ 0.039	\$ 0.005	\$ 1.044
1998	1.000	0.000	0.000	0.036	0.005	1.041
1999	1.000	0.000	0.000	0.037	0.005	1.042
2000	1.000	0.000	0.000	0.038	0.005	1.043
2001	1.000	0.000	0.000	0.046	0.005	1.051
2002	1.000	0.000	0.000	0.042	0.005	1.047
2003	1.000	0.000	0.000	0.035	0.005	1.040
2004	1.000	0.000	0.000	0.035	0.005	1.040
2005	1.000	0.000	0.000	0.089	0.005	1.094
2006	1.000	0.000	0.000	0.097	0.005	1.102

- (1) Rates used are those for the tax rate area with the highest rate
(2) Article XIII A of the California Constitution (Proposition 13) limits the property tax rate to one percent of full valuation plus levies for voter-approved general obligation debt.

Source: Humboldt County Auditor

Schedule 10
City of Eureka, California
Principal Property Taxpayers
June 30, 2006
Current Year and Four Years Ago (1)

Company	Type of Business	2006		2002		2002	
		Taxable Assessed Valuation	Rank	Percentage of Total Assessed Valuation	Taxable Assessed Valuation	Rank	Percentage of Total Assessed Valuation
Bayshore Mall	Shopping Mall	\$ 49,172,717	1	2.46%	\$ 45,554,000	2	2.62%
L & H Properties	Shopping Mall	8,547,729	2	0.43%	-		-
Commercial Net Lease Realty, Inc.	Developer	7,900,000	3	0.39%	8,368,000	5	0.48%
The Country Inn (dba Bayshore Inn)	Motel	7,457,327	4	0.37%	-		-
Chevron USA	Petrol Manufacturer/Distributor	7,171,328	5	0.36%	7,293,000	8	0.42%
MDS Realty I LLC	Realtor	5,776,681	6	0.29%			
Coastal Care Centers, Inc.		4,721,320	7	0.24%			
Sedgefield Properties LLC		4,692,759	8	0.23%			
Gottschalks Inc	Department Store	4,360,500	9	0.22%	-		-
Natomas Trestle	Durable Goods	5,181,600	10	0.26%	-		-
St. Joseph Hospital	Hospital	-		-	64,070,000	1	3.69%
Price Company	Durable Goods	-		-	11,189,000	3	0.64%
Humboldt Bank	Bank	-		-	10,356,000	4	
Salvation Army Residences, Inc.	Housing	-		-	8,263,000	6	0.48%
Ocean View Cemetary	Cemetary	-		-	7,921,000	7	0.46%
WHC831 LLC	Hotel	-		-	6,929,000	9	0.40%
Schmidbauer Lumber	Wood Products	-		-	6,802,000	10	0.39%
Totals		\$104,981,961		5.25%	176,745,000		9.58%

(1) The City implemented GASB 34, the new reporting standard, in fiscal year 2003. Therefore, ten years of data is not available but will be accumulated over time.

Source: Humboldt County Assessor's Office

Schedule 11
City of Eureka, California
Property Tax Levies and Collections (1)
June 30, 2006
Last Ten Fiscal Years

Fiscal Year	Total Tax Levy(2)	Current Tax Collections	Percent of Levy Collected	Delinquent Tax Collections	Total Tax Collections To Date	Percent of Total Tax Collections to Tax Levy
1997	\$ 961,046	\$ 956,050	99.5%	\$ 15,328	\$ 971,378	101.1%
1998	986,073	983,279	99.7%	13,033	996,312	101.0%
1999	1,021,551	965,507	94.5%	6,184	971,691	95.1%
2000	1,021,403	1,007,623	98.7%	1,542	1,009,165	98.8%
2001	1,025,973	1,026,318	100.0%	1,462	1,027,780	100.2%
2002	1,022,650	1,021,504	99.9%	-	1,021,504	99.9%
2003	1,058,309	1,047,330	99.0%	-	1,047,330	99.0%
2004	1,151,275	1,145,210	99.5%	-	1,145,210	99.5%
2005	1,190,947	1,313,098 (3)	110.3%	10,625	1,323,723	111.1%
2006	1,894,596	2,166,273	114.3%	6,369	2,172,642	114.7%

(1) Includes Secured, Unsecured and HOPTR; Does not include Redevelopment Agency

(2) Article XIII A of the California Constitution (Proposition 13) precludes cities from levying a property tax, except for payment of voter approved indebtedness. The county levies all general purpose property taxes and allocates them based on a state-mandated formula to other governmental entities. The amounts shown under "Total Tax Levy" were determined by the county using that formula.

(3) -\$411,018 = ERAF deduction originally deducted from gross tax revenues - added back in on this report

Source: Humboldt County Auditor and City of Eureka financial records

City of Eureka, California
Ratios of Outstanding Debt by Type
June 30, 2006
Last Four Fiscal Years (1)

Fiscal Year	Governmental Activities		Business-type Activities					Total Primary Government	Percentage of Personal Income (5)	Debt Per Capita	
	Redevelopment Bonds	Water Bonds	Wastewater Bonds	Harbor Bonds	Harbor Term Loan	Six Rivers Bank	GE Capital Public Financing				Capital Leases
2003	15,250,000	11,620,000	5,213,825	880,000	2,639,784	750,000	35,821	440,758	36,830,188	5.65%	1,411.12
2004	15,250,000	11,345,000	4,745,992	912,815	2,584,293	-	-	726,477	35,564,577	5.16%	1,354.43
2005	15,250,000	11,060,000	3,835,000	825,000	2,526,304	-	-	493,652	33,989,956	4.91%	1,288.43
2006	15,250,000	13,463,718 (3)	3,730,000	765,000	2,465,705	-	-	890,752	36,565,175	5.15%	1,351.66

(1) The City implemented GASB 34, the new reporting standard, in fiscal year 2003. Therefore, ten years of data is not available but will be accumulated over time.

(2) The City refinanced the 2000 CSCDA Water Bond during FY 2005-06 to receive a better interest rate

(3) The City acquired a new water bond during fiscal year 2005-06.

(4) Details regarding the City's outstanding debt can be found in the notes to the financial statements.

(5) Personal Income from Bureau of Economic Analysis, Regional Economic Accounts and is based on Micropolitan population of Eureka-Arcata-Fortuna. Data for the City of Eureka alone is not available.

City of Eureka, California
Ratios of General Bonded Debt Outstanding
June 30, 2006
Last Four Fiscal Years (1)

Fiscal Year	<u>General Bonded Debt Outstanding</u> Redevelopment Bonds	Percentage of Actual Taxable Value of Property	Per Capita
2003	15,250,000	0.90%	584.29
2004	15,250,000	0.88%	580.78
2005	15,250,000	0.82%	578.07
2006	15,250,000	0.75%	563.73

(1) The City implemented GASB 34, the new reporting standard, in fiscal year 2003. Therefore, ten years of data is not available but will be accumulated over time.

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

City of Eureka, California
Computation of Direct and Overlapping Debt
As of June 30, 2006

	Percentage Applicable to City of Eureka (1)	Outstanding Debt 6/30/2006	City of Eureka Share of Debt
<u>OVERLAPPING DEBT REPAID WITH PROPERTY TAXES:</u>			
Redwoods Joint Community College District	11.347%	\$ 18,000,000	\$ 2,042,460
Eureka Unified School District	49.453%	32,000,000	15,824,955
Eureka Unified School District School Facilities Improvement District No. 1	76.110%	10,254,943	7,805,037
Freshwater School District	0.497%	1,200,000	5,964
Jacoby Creek School District	1.265%	380,000	4,807
South Bay Union School District	3.120%	1,345,000	41,964
City of Eureka	100.000%	-	-
Humboldt Bay Harbor Recreation and Conservation District	16.414%	2,905,000	476,827
TOTAL OVERLAPPING DEBT REPAID WITH PROPERTY TAXES		66,084,943	\$ 26,202,014
<u>OVERLAPPING GENERAL FUND DEBT:</u>			
Humboldt County Certificates of Participation	16.414%	\$ 15,800,000	\$ 2,593,412
Humboldt County Board of Education Certificates of Participation	16.414%	1,260,000	206,816
Redwoods Joint Community College District Certificates of Participation	11.347%	1,145,000	129,923
Northern Humboldt Union High School District Certificates of Participation	0.109%	1,720,183	1,875
Eureka School District Certificates of Participation	49.453%	1,251,328	618,819
TOTAL OVERLAPPING GENERAL FUND DEBT		\$ 21,176,511	\$ 3,550,845
CITY DIRECT DEBT			15,250,000
COMBINED TOTAL NET DIRECT AND OVERLAPPING BONDED DEBT			<u>\$ 45,002,859</u> (2)

(1) Percentage of overlapping agency's assessed valuation located within boundaries of the city.

(2) Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and tax allocation bonds and non-bonded capital lease obligations.

Source: California Municipal Statistics, Inc.

Schedule 15
City of Eureka, California
Legal Debt Margin Information
June 30, 2006
Last Four Fiscal Years (1)

	Fiscal Year			
	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
Total assessed value of all real and personal property	\$1,697,542,000	\$ 1,736,748,958	\$ 1,854,118,274	\$ 2,034,763,063
Debt limit percentage (2)	<u>3.75%</u>	<u>3.75%</u>	<u>3.75%</u>	<u>3.75%</u>
Total debt limit	63,657,825	65,128,086	69,529,435	76,303,615
Amount of debt applicable to debt limit	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Legal debt margin	<u>\$ 63,657,825</u>	<u>\$ 65,128,086</u>	<u># \$ 69,529,435</u>	<u>\$ 76,303,615</u>

(1) The City implemented GASB 34, the new reporting standard, in fiscal year 2003. Therefore, ten years of data is not available but will be accumulated over time.

(2) Assessed value of property is subject to taxation at full market value since the passage of Proposition 13

Source: Humboldt County Auditor

Schedule 16
City of Eureka, California
Revenue Bond Coverage
Water Revenue Bonds
June 30, 2006
Last Seven Fiscal Years (1)

Fiscal Year	Gross Revenues (2)	Operating Expenses (3)	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage
				Principal	Interest	Total	
2000	2,124,166	2,094,419	29,747	-	86,364	86,364	0.34
2001	2,369,906	2,265,521	104,385	-	435,335	435,335	0.24
2002	2,868,786	2,418,018	450,768	-	387,755	387,755	1.16
2003	3,553,724	2,197,091	1,356,633	85,000	480,683	565,683	2.40
2004	4,332,984	2,850,797	1,482,187	275,000	599,958	874,958	1.69
2005	4,718,640	2,672,606	2,046,034	285,000	595,963	880,963	2.32
2006	5,677,593	2,836,519	2,841,074	300,000	910,018	1,210,018	2.35

(1) 2000A CSCDA Water Revenue Bond issued April 13, 2000.

(2) Total revenues (including interest) exclusive of intergovernmental (Fund 510 only)

(3) Operating expenses exclude depreciation

(4) Full accrual accounting established

Schedule 16
City of Eureka, California
Revenue Bond Coverage
Wastewater Revenue Bonds
June 30, 2006
Last Ten Fiscal Years

Fiscal Year	Gross Revenues (1)	Operating Expenses (2)	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage
				Principal	Interest	Total	
1997	3,973,210	2,256,672	1,716,538	270,000	247,460	517,460	3.32
1998	4,344,479	2,110,541	2,233,938	290,000	120,404	410,404	5.44
1999	4,111,512	2,266,610	1,844,902	325,000	126,876	451,876	4.08
2000	4,119,228	2,224,535	1,894,693	350,000	97,600	447,600	4.23
2001	4,832,626	2,334,838	2,497,788	355,000	84,205	439,205	5.69
2002	4,490,317	2,712,895	1,777,422	370,000	70,245	440,245	4.04
2003	3,545,825	2,448,086	1,097,739	380,000	55,620	435,620	2.52
2004	3,728,943	3,235,950	492,993	485,000	173,849	658,849	0.75
2005	5,012,740	4,647,882	364,858	890,000	184,049	1,074,049	0.34
2006	4,718,441	3,110,009	1,608,432	515,000	204,566	719,566	2.24

- (1) Total revenues (including interest) exclusive of intergovernmental (Fund 510 only)
(2) Operating expenses exclude depreciation
(3) Full accrual accounting established

Schedule 16
City of Eureka
Revenue Bond Coverage
Harbor Bonds
June 30, 2006
Last Ten Fiscal Years

Fiscal Year	Gross Revenues (1)	Operating Expenses (2)	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage
				Principal	Interest	Total	
1997	397,341	365,378	31,963	35,000	78,300	113,300	0.28
1998	397,489	438,574	(41,085)	35,000	75,937	110,937	-0.37
1999	320,942	382,297	(61,355)	35,000	73,575	108,575	-0.57
2000	508,951	319,915	189,036	40,000	71,213	111,213	1.70
2001	524,501	393,244	131,257	40,000	77,701	117,701	1.12
2002	480,275	448,633	31,642	45,000	65,813	110,813	0.29
2003	490,872	562,078	(71,206)	50,000	62,775	112,775	-0.63
2004	503,451	532,797	(29,346)	55,000	59,400	114,400	-0.26
2005	700,340	1,157,822	(457,482)	60,000	55,687	115,687	-3.95
2006	691,147	579,045	112,102	65,000	51,638	116,638	0.96

- (1) Total revenues (including interest) exclusive of intergovernmental (in Fund 530 AND Fund 531)
(2) Operating expenses exclude depreciation & expenditures of grant revenue (both funds)
(3) Full accrual accounting established

Schedule 17
City of Eureka, California
Demographic and Economic Statistics
June 30, 2006
Last Four Fiscal Years (1)

<u>Fiscal Year</u>	<u>Population</u>	<u>Personal Income (2)</u>	<u>Per Capita Personal Income</u>	<u>Unemployment Rate (3)</u>
2003	26,100	651,429,900	24,959	7.8%
2004	26,258	688,589,792	26,224	7.6%
2005	26,381	691,815,344	26,224	7.1%
2006	27,052	709,411,648	26,224	6.4%

- (1) The City implemented GASB 34, the new reporting standard, in fiscal year 2003. Therefore, ten years of data is not available but will be accumulated over time.
- (2) Personal Income statistics from Bureau of Economic Analysis, Regional Economic Accounts and is based on the Micropolitan population of Eureka-Arcata-Fortuna. Data for the City of Eureka alone is not available.
- (3) Unemployment Rate statistics from California Employment Development Department, Data Analysis

Schedule 18
City of Eureka, California
Principal Employers
June 30, 2006
Current Year and Four Years Ago (1)

Employer	Type of Business	2006			2003		
		Employees	Rank	Percentage of Total City Employment (3)	Employees	Rank	Percentage of Total City Employment
Schmidbaur Lumber	Wood products	165	1	0.23%	165	1	0.23%
SN Servicing Corp (Security National)	Banking/Loans	137	2	0.19%			
Costco Wholesale #125	Department Store	127	3	0.18%			
Times Standard	Newspaper	106	4	0.15%	106	2	0.15%
Pierson Building Center	Lumber & Building Materials	100	5	0.14%	100	3	0.14%
Mervyns	Department Store	96	6	0.13%			
Pacific Choice Seafoods	Fish & Seafoods	90	7	0.13%	90	4	0.13%
Winco Foods	Grocery Store	87	8	0.12%	87	5	0.12%
Gottschalks	Department Store	-	-		82	6	0.12%
K-Mart	Department Store	-	-		80	7	0.11%
Sunbridge Care and Rehabilitation	Skilled Nursing	-	-		75	8	0.11%
Harvey M. Harper	Automobile Sales	-	-		73	9	0.10%
Doubletree Hotel	Hotel	-	-		67	10	0.09%
Eureka Internal Medicine	Medical Office	84	9	0.12%			
Target Stores	Department Store	82	10	0.12%			
Total		1,074		1.51%	925		1.31%

(1) The City implemented GASB 34, the new reporting standard, in fiscal year 2003. Therefore, ten years of data is not available but will be accumulated over time.

(2) Excludes non-profit and governmental employers

(3) Total City Employment information is not available for Eureka only. Calculations on this schedule are based on total employment for Humboldt County.

Source: Top Ten Employers from City of Eureka business license records
Humboldt County Total Employment from Bureau of Economic Analysis, Regional Economic Accounts

Schedule 19
City of Eureka, California
Full-time Equivalent City Government Employees by Function/Program
June 30, 2006
Last Four Fiscal Years

<u>Function/Program</u>	<u>Full-time Equivalent Employees as of June 30</u>			
	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
General Government				
Legislative	2.00	2.00	2.00	2.00
City Manager	2.75	3.50	3.00	3.00
Personnel	4.50	4.50	4.00	4.00
Finance	15.90	16.60	14.40	13.60
City Attorney	2.00	2.00	2.00	2.00
Police				
Officers	51.00	48.00	48.00	49.00
Civilians	32.00	32.00	29.00	30.00
Fire				
Firefighters and Officers	40.00	39.00	38.00	38.00
Civilians	2.00	2.00	2.00	2.00
Engineering	32.75	33.00	14.00	13.00
Public Works				(1)
Building	5.40	5.40	5.40	5.40
Streets/Alley Maintenance	9.33	9.33	9.33	4.83
Facilities Operations	8.34	8.34	8.34	8.84
Water Distribution Maintenance	11.55	11.05	10.72	12.07
Sewer Collection Maintenance	11.54	11.04	10.71	13.26
Equipment Operations	7.68	7.68	8.34	8.34
Park Operations	10.40	10.40	9.10	8.00
Harbor	3.00	3.00	2.50	4.00
Recreation	7.12	7.12	7.12	7.43
Sequoia Park Zoo	5.50	5.50	5.50	6.25
Stormwater	-	-	-	4.80
Water Treatment	-	-	2.80	3.30
Wastewater Treatment	-	-	16.20	16.85
Community Development	6.00	6.00	6.00	6.00
Redevelopment	5.00	5.00	5.75	5.75
Total	275.76	272.46	264.21	271.72

(1) The Engineering Department was reorganized beginning in fiscal year 2004-05 to include Water and Wastewater Treatment as part of the Public Works Department

(2) The Stormwater Division, originally part of Streets/Alley Maintenance was created in fiscal year 2005-06

Notes: A full-time employee is scheduled to work 2080 hours per year (including vacation and sick leave). Full-time equivalent employment is calculated by dividing total labor hours by 2080.

Schedule 20
City of Eureka, California
Operating Indicators by Function/Program
June 30, 2006
Last Four Fiscal Years

<u>Function/Program</u>	<u>Fiscal Year</u>			
	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
General Government				
Council Agenda Items Considered	331	399	564	414
Ordinances Adopted	10	11	10	13
Resolutions Adopted	48	61	61	78
Finance				
Business Licenses	2,707	2,310	2,305	2,469
Transit				
Passengers	342,293	319,618	335,127	239,295
Revenue Service Miles	286,407	299,571	309,993	163,573
Police				
Physical Arrests	3,464	3,936	3,538	3,701
Parking Violations	unavailable	4,503	5,147	2,588
Traffic Violations	3,908	3,802	3,218	3,206
Fire				
Suppression:				
Fire Responses	237	214	257	170
Medical Responses	1,952	1,945	1,986	1,989
Service/Miscellaneous Responses	1,002	1,090	934	1,081
Prevention:				
Inspections	3,970	4,050	1,699	2,501
Engineering				
Permits Issued (water, sewer, encroachment)	231	279	350	292
Field Inspections	800	1,100	1,100	1,100
Public Works				
Water Connections	9,633	9,605	9,660	9,756
Average Daily Consumption in Gallons	3,260,000	4,880,823	3,057,125	3,285,088
Wastewater Connections	9,355	9,327	9,382	9,478
Building				
Permits Issued	1,010	1,158	1,134	1,067
Community Development				
Permit Applications	179	179	179	376
Zone Reclassifications	2	4	4	3
Amendments to General Plan	1	4	4	0
Redevelopment				
Façade Improvement Loans	8	6	1	4
Business Loans	5	1	1	0
Housing Loans	12	4	6	6
Housing Rehabilitation Loans	4	2	6	3

Sources: Various City Departments

Schedule 21
City of Eureka, California
Capital Asset Statistics by Function/Program
June 30, 2006
Last Four Fiscal Years

<u>Function/Program</u>	<u>Fiscal Year</u>			
	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
Police				
Stations	1	1	1	1
Satellite Offices	2	2	2	2
Patrol Units	26	26	26	26
Fire				
Stations	3	3	3	3
Engineering				
Street Lights	1,915	1,915	1,918	1,918
Traffic Signals - City	25	25	25	25
Traffic Signals - State	25	25	26	26
Public Works				
Miles of Streets	125	125	125	125
Miles of Water Line	145	145	150	150
Miles of Sewers	100	100	100	100
Parks and Recreation				
Acreage	242	242	242	242
Parks	12	12	13	13
Golf Courses	1	1	1	1
Community Recreation Facilities	10	10	10	10
Tennis Courts	6	6	6	6
Ballfields	4	4	4	4
Outdoor Amphitheater	1	1	1	1
Zoo	1	1	1	1

Source: Various City departments

Schedule 22
City of Eureka, California
Wastewater System
Summary of Historic Operating Results
June 30, 2006
Last Four Fiscal Years

	2003	2004	2005	2006
Revenues (1)				
Service charges	3,086,193	\$ 3,428,553	\$ 3,617,516	\$ 4,122,784
Connection fees	40,850	48,868	78,100	74,028
Investment income	418,782	251,522	566,072	489,952
Miscellaneous	-	-	751,052	31,677
Total revenues	<u>3,545,825</u>	<u>\$ 3,728,943</u>	<u>5,012,740</u>	<u>4,718,441</u>
Expenses (2)	<u>2,448,086</u>	<u>3,235,950</u>	<u>4,647,882</u>	<u>3,110,009</u>
System net revenues	<u>\$ 1,097,739</u>	<u>\$ 492,993</u>	<u>\$ 364,858</u>	<u>\$ 1,608,432</u>
Debt service				
Wastewater Revenue Refunding Bonds Series 1998	\$ 435,620	\$ 425,510	\$ 809,810	\$ 418,405
CSCDA Series 2003A Revenue Bonds	-	233,339	264,239	301,161
Total debt service	<u>\$ 435,620</u>	<u>\$ 658,849</u>	<u>\$ 1,074,049</u>	<u>\$ 719,566</u>
Debt service coverage ratio	2.52	0.75	0.34	2.24

(1) Total revenues (including interest) exclusive of intergovernmental
(2) Excludes depreciation, capital expenditures and debt service

Source: City of Eureka financial records

City of Eureka, California
Number of Wastewater Connections by User Type
June 30, 2006
Last Four Fiscal Years

User Type	2003	2004	2005	2006
Single family residential	7,565	7,638	7,667	7,888
Multiple family residential	679	648	663	719
Commercial / Industrial	1,111	1,041	1,052	1,118
Total	<u>9,355</u>	<u>9,327</u>	<u>9,382</u>	<u>9,725</u>

Source: City of Eureka financial records

**Schedule 23
City of Eureka, California
Wastewater System
Service Charge Revenues by Class of User
June 30, 2006**

User Type	Year Revenue (1)	Percentage of Total Service Charge Revenue
Single family residential	\$1,767,250	42%
Multiple family residential	596,100	14%
Commercial / Industrial	790,567	19%
Total	\$3,153,917	

(1) Excludes revenues from customers outside city limits.

Source: City of Eureka

**City of Eureka, California
Wastewater System
Largest Users by Service Charge Revenues
June 30, 2006**

User (1)	Type of Business	Service Charge Revenue	Percentage of Annual Service Charge Revenue
St Joseph Hospital	Hospital	\$540,896	13.12%
Silvercrest Residence	Nursing Home	268,419	6.51%
Red Lion Motel	Lodging Establishment	218,420	5.30%
Pacific Seafood	Food Processing	202,112	4.90%
Mission Linen Supply	Laundry Service	161,030	3.91%

(1) Excludes non-profit and governmental employers

Source: City of Eureka

**Schedule 24
City of Eureka, California
Water System
Summary of Historic Operating Results
June 30, 2006**

	2003	2004	2005	2006
Revenues (1)				
Service charges	\$ 3,353,210	\$ 3,863,424	\$ 4,450,911	\$ 4,934,774
Connection fees	32,657	62,470	91,652	79,738
Investment income	167,857	97,043	172,405	98,277
Miscellaneous	-	310,047	3,672	564,804
Total revenues	<u>3,553,724</u>	<u>4,332,984</u>	<u>4,718,640</u>	<u>5,677,593</u> (2)
Expenses (2)	<u>2,197,091</u>	<u>2,850,797</u>	<u>2,672,606</u>	<u>2,836,519</u> (3)
System net revenues	<u>\$ 1,356,633</u>	<u>\$ 1,482,187</u>	<u>\$ 2,046,034</u>	<u>\$ 2,841,074</u>
Debt service				
CSCDA Series 2000A Revenue Bonds	\$ 433,745	\$ 619,565	\$ 620,835	\$ 583,243
CSCDA Series 2002B Revenue Bonds	131,938	255,393	260,128	334,339
CSCDA Series 2005C Revenue Bonds	-	-	-	272,920
CSCDA Series 2006C Revenue Bonds	-	-	-	19,517
Total debt service	<u>\$ 565,683</u>	<u>\$ 874,958</u>	<u>\$ 880,963</u>	<u>\$ 1,210,018</u>
Debt service coverage ratio	2.40	1.69	2.32	2.35

(1) Total revenues (including interest) exclusive of intergovernmental

(2) Excludes depreciation, capital expenditures and debt service

Source: City of Eureka

**City of Eureka, California
Number of Water Connections by User Type
June 30, 2006**

User Type	2003	2004	2005	2006
Single family residential	7,781	7,854	7,883	7,764
Multiple family residential	686	655	670	692
Commercial / Industrial	<u>1,166</u>	<u>1,096</u>	<u>1,107</u>	<u>1,094</u>
Total	<u>9,633</u>	<u>9,605</u>	<u>9,660</u>	<u>9,550</u>

Source: City of Eureka financial records

Schedule 25
City of Eureka, California
Water System
Service Charge Revenues by Class of User
June 30, 2006

User Type	Year Revenue (1)	Percentage of Total Service Charge Revenue
Single family residential	\$2,919,696	62%
Multiple family residential	635,997	14%
Commercial / Industrial	1,119,433	24%
Total	\$4,675,126	

(1) Excludes revenues from customers outside city limits.

Source: City of Eureka financial records

City of Eureka, California
Water System
Largest Users by Service Charge Revenues
June 30, 2006

User (1)	Type of Business	Service Charge Revenue	Percentage of Annual Service Charge Revenue
Pacific Seafood	Food Processing	\$ 861,864	17.5%
Saint Joseph Hospital	Hospital	540,896	10.96%
Silvercrest Residence	Housing	268,419	5.44%
Red Lion Inn	Motel	218,420	4.43%
Mission Linen	Department Stores	161,030	3.26%

(1) Excludes non-profit and governmental employers

Source: City of Eureka financial records

Schedule 26
Eureka Redevelopment Agency, California
Top Ten Largest Property Owners in the Project Areas
June 30, 2006
(Unaudited)

Company	Type of Business	2005 Assessed Valuation	Percentage of Total Assessed Valuation
The Price Company	Commercial	\$ 14,413,911	3.25 %
Costco Wholesale Corp	Commercial	13,990,529	3.16
Lundblade Company Inc	Commercial	9,183,212	2.07
Salvation Army Residences	Residential	8,895,920	2.01
Cox Communications Humboldt	Commercial	8,323,275	1.88
Humboldt Partners	Commercial	8,105,974	1.83
Schmidbauer Lumber	Commercial	7,621,066	1.72
WHC381 LLC	Commercial	6,525,418	1.47
Robert D. Prior	Commercial	4,011,284	0.91
Tomac LLC	Commercial	4,010,622	0.91
Totals		\$ 85,081,211	19.21 %

Source: Humboldt County Assessor's Office and HdL Coren and Cone

Presently, there are no outstanding assessment appeals within the Project Areas.

Eureka Redevelopment Agency, California
Aggregate Assessed Value of the Project Areas
June 30, 2006
(Unaudited)

	Secured	Unsecured	Total
Phase I Project Area	\$ 15,564,404	\$ 2,292,075	\$ 17,856,479
Phase II Project Area	28,015,264	2,001,518	30,016,782
Eureka Tomorrow Project Area	333,320,926	61,766,511	395,087,437
Total	\$ 376,900,594	\$ 66,060,104	\$ 442,960,698

Source: Humboldt County Auditor

Schedule 27
Eureka Redevelopment Agency, California
Projected Tax Increment Revenue Coverage
Assuming Restatement of Tax Increment Limit (1)
June 30, 2006

Period Ending November 1	Principal	Interest	Debt Service	Tax Increment After SB 2557, Housing Set-Aside, and Refunds	Statutory Pass- Throughs	Net Tax Increment (2)	Tax Increment after Charges Coverage Ratio	Net Tax Increment Coverage Ratio
2006	-	678,343	678,343	3,618,326	16,457	3,601,869	5.33	5.31
2007	-	678,343	678,343	3,690,963	16,457	3,674,506	5.44	5.42
2008	-	678,343	678,343	3,690,963	16,457	3,674,506	5.44	5.42
2009	-	678,343	678,343	3,690,963	16,457	3,674,506	5.44	5.42
2010	-	678,343	678,343	3,690,963	16,457	3,674,506	5.44	5.42
2011	-	678,343	678,343	3,690,963	16,457	3,674,506	5.44	5.42
2012	1,000,000	678,343	1,678,343	3,690,963	16,457	3,674,506	2.20	2.19
2013	1,040,000	678,343	1,718,343	3,690,963	16,457	3,674,506	2.15	2.14
2014	1,085,000	598,743	1,683,743	3,690,963	16,457	3,674,506	2.19	2.18
2015	1,125,000	553,343	1,678,343	3,690,963	16,457	3,674,506	2.20	2.19
2016	1,175,000	502,718	1,677,718	3,690,963	16,457	3,674,506	2.20	2.19
2017	1,225,000	453,368	1,678,368	3,690,963	16,457	3,674,506	2.20	2.19
2018	1,280,000	400,693	1,680,693	3,690,963	16,457	3,674,506	2.20	2.19
2019	1,335,000	344,373	1,679,373	3,690,963	16,457	3,674,506	2.20	2.19
2020	1,395,000	282,963	1,677,963	3,690,963	16,457	3,674,506	2.20	2.19
2021	1,460,000	218,095	1,678,095	3,690,963	16,457	3,674,506	2.20	2.19
2022	1,530,000	149,475	1,679,475	3,690,963	14,859	3,676,104	2.20	2.19
2023	1,600,000	76,800	1,676,800	3,764,782	10,750	3,754,032	2.25	2.24
Total	\$ 15,250,000	\$9,007,315	\$ 24,257,315	\$ 66,438,516	\$ 288,921	\$ 66,149,595		

Source: Public Financial Management and HdL Coren & Cone

(1) Assumes no growth in tax increment and that current tax increment limit restrictions have been amended.

(2) Tax Increment estimates per HdL Coren & Cone Fiscal Consultant's Report

Schedule 28
Eureka Redevelopment Agency, California
Projected Tax Increment Revenue Coverage Assuming
No Restatement of Tax Increment Limit and Escrowing of Tax Revenues(1)
June 30, 2006

Bond Year	Gross Tax Revenue (2)	Net Tax Revenue (2)	Series 2003 Debt Service	Total Remaining Debt Service	Total Remaining Tax Revenues	Agency Net Cash Flow	Funds Used to Call Bonds (3)	Cumulative Escrow Deposit (4)	Debt Service After Bond Call
2005-06	3,963,029	3,618,326	678,342	24,032,000	26,397,000	-	-	3,824,000	696
2006-07	4,042,290	3,690,693	678,342	23,353,658	22,706,307	-	-	5,819,000	696
2007-08	4,123,135	3,764,506	678,342	22,675,316	18,941,801	-	-	7,871,000	696
2008-09	4,205,598	3,839,796	678,342	21,996,974	15,102,005	-	-	9,980,000	696
2009-10	4,289,710	3,916,592	678,342	21,318,632	11,185,412	-	-	12,149,000	696
2010-11	4,375,504	3,994,924	641,523	20,677,109	7,190,488	-	-	14,379,000	696
2011-12	4,463,014	4,074,823	1,641,523	19,035,586	3,115,665	1,420	-	14,250,000	696
2012-13	4,552,275	4,156,319	1,681,523	17,354,063	(1,040,654)	-	14,250	-	1,696

Source: Public Financial Management and HdL Coren & Cone

- (1) Assumes 2% annual assessed value growth
- (2) From Fiscal Consultant's Report, adjusted for pass through payments
- (3) Increment is escrowed until amount is sufficient to redeem all Bonds outstanding, which is projected to occur in the 2011-12 bond year. The Bonds are assumed to be called in the following bond year.
- (4) All cash flow in excess of debt service must be escrowed to call Bonds when remaining debt service equals 85% of remaining Tax Revenues.

Eureka Redevelopment Agency, California
Outstanding Indebtedness Entered into Payable from Tax Revenues (1)
June 30, 2006

	Phase I Project Area	Phase II Project Area	Eureka Tomorrow Project Area	Total All Project Areas
Advances from City of Eureka Low & Moderate Income Housing Obligation 92/93 Note	\$ 77,830	\$ 129,803	\$17,877,748	\$18,085,381
Low & Moderate Income Housing Obligation 93/94 Note	-	-	244,737	244,737
Low & Moderate Income Housing Obligation 2004/05 to end of Plan	576,408	1,028,784	4,972,027	6,577,219
2003 EPFA Refunding Loan from EPF/	1,176,986	1,664,916	21,712,576	24,554,478
Total	\$ 1,831,224	\$ 2,823,503	\$45,224,299	\$49,879,026

(1) Includes projected interest expense

Source: Eureka Redevelopment Agency 2005/06 Statement of Indebtedness