

STATISTAL SECTION

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

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Financial Trends	pg.109
<i>These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.</i>	
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<i>These schedules contain information to help the reader assess the government's two most significant local revenue sources, the sales tax and property tax, respectively.</i>	
Debt Capacity	pg.122
<i>These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.</i>	
Demographic and Economic Information	pg.129
<i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.</i>	
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<i>These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.</i>	
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<i>These schedules contain revenue and debt information to help the reader understand the Redevelopment Agency's current and projected levels of debt and tax increment.</i>	

Source: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

City of Eureka, California
Net Assets By Component
June 30, 2007
Last Five Fiscal Years (2)

	Fiscal Year				
	2007	2006	2005	2004	2003
Governmental activities:					
Invested in Capital Assets, Net of Related Debt	\$ 59,992,180	\$ 60,629,251	\$ 60,192,828	\$ 36,214,745	\$ 36,643,076
Restricted for:					
Public Safety	360,547	570,045	574,056	-	-
Streets and Roads	615,192	946,963	516,970	-	-
Projects		200,142	246,177	-	-
Housing	13,564,799	11,838,556	10,998,844	-	-
Debt Service	-	-	1,924,389	1,968,932	14,557,054
Airport	203,584	190,628	180,333	-	-
Unrestricted	3,213,134	1,370,238	1,749,006	17,485,042	4,367,432
Total governmental activities net assets	<u>\$ 77,949,436</u>	<u>\$ 75,745,823</u>	<u>\$ 76,382,603</u>	<u>\$ 55,668,719</u>	<u>\$ 55,567,562</u>
% change from prior year	2.91%	-0.83%	37.21%	0.18%	N/A (1)
Business-Type Activities:					
Invested in Capital Assets, Net of Related Debt	58,399,172	\$ 56,739,394	\$ 56,367,517	51,425,885	45,486,207
Restricted for:					
Projects	2,612,843	3,946,317	3,495,336	-	-
Debt Service		521,417	1,219,444	7,244,903	14,945,702
Unrestricted	10,276,472	12,415,222	8,256,882	9,694,358	11,410,647
Total Business-type Activities Net Assets	<u>\$ 71,288,487</u>	<u>\$ 73,622,350</u>	<u>\$ 69,339,179</u>	<u>\$ 68,365,146</u>	<u>\$ 71,842,556</u>
% change from prior year	-3.17%	6.18%	1.42%	-4.84%	N/A (2)
Primary Government					
Invested in Capital Assets, Net of Related Debt	\$ 118,391,352	\$ 117,368,645	\$ 116,560,345	\$ 87,640,630	\$ 82,129,283
Restricted for:					
Public Safety	360,547	570,045	574,056	-	-
Streets and Roads	615,192	946,963	516,970	-	-
Projects	2,612,843	4,146,459	3,741,513	-	-
Housing	13,564,799	11,838,556	10,998,844	-	-
Debt Service	-	521,417	3,143,833	9,213,835	29,502,756
Airport	203,584	190,628	180,333	-	-
Unrestricted	13,489,606	13,785,460	10,005,888	27,179,400	15,778,079
Total Primary Government Net Assets	<u>\$ 149,237,923</u>	<u>\$ 149,368,173</u>	<u>\$ 145,721,782</u>	<u>\$ 124,033,865</u>	<u>\$ 127,410,118</u>
% change from prior year	-0.09%	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

City of Eureka, California
Changes in Net Assets
June 30, 2007
Last Five Fiscal Years (3)

	Fiscal Year				
	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Expenses					
<i>Governmental Activities:</i>					
General Government	\$ 3,681,651	\$ 3,530,892	\$ 3,509,992	\$ 3,692,654	\$ 3,798,232
Public Safety	11,583,891	11,715,731	10,688,693	10,331,006	10,260,034
Community Development	4,606,187	3,198,428	3,614,988	2,517,447	2,943,947
Community Services			67,087 ⁽⁶⁾	132,253	118,050
Culture - Recreation	2,472,534	1,997,492	1,852,558	1,262,761	1,198,403
Public Works	5,025,214	2,631,869	2,580,587	2,684,340	3,760,811
Interest on Long-term Debt	2,007,686	1,998,632	1,088,993	1,811,098	748,497
Unallocated Depreciation	2,065,839	1,789,798	1,728,090	-	-
Total Governmental Activities Expenses	<u>31,443,002</u>	<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	4,304,934	3,643,896	3,562,419	3,936,017	3,000,990
Wastewater	5,323,328	4,755,559	4,847,871	5,187,671	3,946,192
Harbor	1,324,716	1,103,056	1,157,822	1,219,715	1,192,850
Building	562,867	472,560	461,251	410,449	372,014
Transit	1,801,921	1,692,494	1,433,596	1,687,429	1,602,904
Golf	21,205	17,066	38,597	49,254	35,392
Total Business-type Activities Expenses	<u>13,338,971</u>	<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>\$ 44,781,973</u>	<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	\$ 1,702,342	\$ 1,292,354	\$ 1,259,081	\$ 1,593,827	\$ 1,319,050
Public Safety	609,765	558,071	777,853	622,035	700,595
Community Development	445,116	156,886	84,768	76,441	29,777
Community Services (9)			54,244	35,837	53,280
Culture - Recreation	446,885	570,242	333,192	407,539	306,215
Public Works	106,727	64,931	56,074	36,615	32,886
Operating Grants and Contributions	2,021,282	1,845,142	5,519,557	1,775,335	2,251,821
Capital Grants and Contributions	1,939,634	1,798,449	4,171,641	3,350,372	1,134,902
Total Governmental Activities Program Revenues	<u>7,271,751</u>	<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	5,280,355	5,140,318	4,546,235	3,928,744	3,385,867
Wastewater	4,668,237	4,748,497	3,717,501	3,477,421	3,127,043
Harbor	560,880	608,903	554,924	507,927	490,872
Building	394,603	462,135	461,590	497,176	350,216
Transit	1,508,536	1,301,965	1,399,672	265,502	215,124
Golf	19,780	37,862	53,342	52,692	55,934
Operating Grants and Contributions				1,109,640	984,825
Capital Grants and Contributions	890,000	272,728	729,167		462,613
Total Business-type Activities Program Revenues	<u>13,322,391</u>	<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>\$ 20,594,142</u>	<u>\$ 18,858,483</u>	<u>\$ 23,718,841</u>	<u>\$ 17,737,103</u>	<u>\$ 14,901,020</u>

City of Eureka, California
Changes in Net Assets
June 30, 2007
Last Five Fiscal Years (3)

	Fiscal Year				
	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Net (Expenses)/Revenues					
<i>Governmental Activities</i>	\$ (24,171,251)	\$ (20,576,767)	\$ (12,874,578)	\$ (14,533,558)	\$ (16,999,448)
<i>Business-type Activities</i>	(16,580)	887,777	(39,125)	(2,651,433)	(1,077,848)
Total Primary Government Net (Expenses)	<u>\$ (24,187,831)</u>	<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	5,891,831	5,135,206	4,551,056	4,543,445	4,091,267
Sales Taxes	9,767,022	9,278,077	9,612,899	8,398,120	7,928,212
Transient Occupancy Tax	1,587,382	1,463,487	1,424,250	1,603,794	1,299,239
Utility User's Tax (5)	1,334,370	1,518,672	1,023,073	1,021,831	901,599
Business License Tax	279,589	243,106	211,039	256,636	246,107
Permits and Franchise Tax	820,889	747,954	702,987	709,087	660,916
Investment Income	2,000,148	1,561,018	1,582,007	234,169	1,028,574
Motor Vehicle In-lieu, unrestricted (7)	1,908,795	1,907,041	-	-	-
Miscellaneous	263,469	270,050	536,224	146,685	117,105
Transfers	(270,630)	(2,602,206)	(317,010)	(155,596)	(98,175)
Total Governmental Activities	<u>23,582,865</u>	<u>19,522,405</u>	<u>19,326,525</u>	<u>16,758,171</u>	<u>16,174,844</u>
<i>Business-type Activities:</i>					
Investment Income	513,009	742,297	696,148	368,894	585,081
Miscellaneous				457,676	-
Transfers	270,630	2,602,206	317,010	155,596	98,175
Total Business-type Activities	<u>783,639</u>	<u>3,344,503</u>	<u>1,013,158</u>	<u>982,166</u>	<u>683,256</u>
Total Primary Government	<u>\$ 24,366,504</u>	<u>\$ 22,866,908</u>	<u>\$ 20,339,683</u>	<u>\$ 17,740,337</u>	<u>\$ 16,858,100</u>
Change in Net Assets					
<i>Governmental Activities</i>	\$ (588,386)	\$ (1,054,362)	\$ 6,451,947	\$ 2,224,613	\$ (824,604)
<i>Business-type Activities</i>	767,059	4,232,280	974,033	(1,669,267)	(394,592)
Total Primary Government	<u>\$ 178,673</u>	<u>\$ 3,177,918</u>	<u>\$ 7,425,980</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.

City of Eureka, California
Fund Balances, Governmental Funds
June 30, 2007
Last Five Fiscal Years (2)

	Fiscal Year				
	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
General Fund					
Reserved for:					
Encumbrances	\$ -	\$ -	\$ -	\$ -	\$ 735,715
Parking	28,000	28,000			
Prepaid Items	17,655	8,993	18,987		
Advances	4,854,076	4,721,175	6,134,287	5,953,846	5,753,594
Land Held for Resale			371,000		
Unreserved	<u>974,547</u>	<u>2,130,331</u>	<u>2,365,536</u>	<u>1,821,466</u>	<u>1,769,583</u>
Total General Fund	<u>\$ 5,874,278</u>	<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	3,389,651	4,021,782	3,455,052	-	-
Advances	101,355	122,520	122,520	132,109	171,769
Land Held for Resale	4,613,178	4,613,178	4,417,745	6,121,179	6,121,179
Land Acquisition					187,606
Unreserved, reported in:					
Special Revenue Funds	1,726,163	2,592,983	1,930,413	4,705,084	(5,967,103)
Capital Projects Funds	822,031	2,584,182	2,263,729	715,974	750,000
Debt Service Funds (3)	<u>(9,607,392)</u>	<u>(13,912,294)</u>	<u>(10,777,361)</u>	<u>(7,616,707)</u>	<u>100</u>
Total Other Governmental Funds	<u>1,044,986</u>	<u>6,185,169</u>	<u>7,589,577</u>	<u>11,458,100</u>	<u>10,098,857</u>
Total Governmental Funds	<u>\$ 6,919,264</u>	<u>\$ 13,073,668</u>	<u>\$ 16,479,387</u>	<u>\$ 19,233,412</u>	<u>\$ 18,357,749</u>
% change from prior year	-47.07%	-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.

(3) The City booked a prior period adjustment in the Redevelopment Debt Service Fund to correct an error in calculating advances from the General Fund, Water Fund and Wastewater Fund. The adjustment reduced the amount due from Redevelopment to the other funds.

City of Eureka, California
Governmental Funds
Changes in Fund Balance
June 30, 2007
Last Five Fiscal Years (2)

	Fiscal Year				
	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
REVENUES					
Taxes	\$ 18,431,298	\$ 17,882,638	\$ 16,250,410	\$ 15,823,826	\$ 14,466,424
Licenses, Permits and Fees	820,889	829,070	735,055	709,087	660,916
Fines and Penalties	176,083	210,893	243,118		
Investment Income	1,752,598	1,538,316	1,913,284	281,148	1,028,574
Intergovernmental	4,281,889	5,225,567	9,499,106	5,125,707	3,386,723
Charges for Services	3,423,401	2,435,122	2,567,514	2,772,294	2,441,803
Other Revenues	250,039	372,319	973,951	146,685	117,105
Total Revenues	<u>29,136,197</u>	<u>28,493,925</u>	<u>32,182,438</u>	<u>24,858,747</u>	<u>22,101,545</u>
% change from prior year	2.25%	-11.46%	29.46%	12.48%	N/A (2)
EXPENDITURES					
Current:					
General Government	3,650,520	3,533,578	3,428,993	3,368,805	3,582,501
Public Safety	12,367,339	11,565,775	10,763,419	10,211,207	9,591,711
Public Works	2,992,935	2,573,899	2,446,156	2,611,024	2,756,161
Community Development	4,822,158	3,336,827	4,048,648	2,773,493	1,402,737
Community Services			88,934	83,793	73,374
Culture and Recreation	2,334,103	1,911,252	1,713,643	1,166,998	1,022,687
Capital Outlay	4,758,090	4,220,936	9,003,905	3,646,216	1,248,745
Debt Service:					
Principal	148,183	505,753	93,588	599,408	660,000
Interest and fiscal charges	1,857,798	1,909,017	1,768,234	1,590,388	1,892,764
Total Expenditures	<u>32,931,126</u>	<u>29,557,037</u>	<u>33,355,520</u>	<u>26,051,332</u>	<u>22,230,680</u>
% change from prior year	11.42%	-11.39%	28.04%	17.19%	N/A (2)
Excess of Revenues Over (Under) Expenditures	(3,794,929)	(1,063,112)	(1,173,082)	(1,192,585)	(129,135)
OTHER FINANCING SOURCES (USES)					
Transfers from Other Funds	1,527,976	7,723,228	5,327,364	2,516,250	2,040,107
Transfers to Other Funds	(1,786,935)	(10,325,434)	(5,644,374)	(2,623,635)	(3,125,114)
Proceeds from Long Term Debt				15,250,000	
Proceeds from Capital Lease	1,119,079	399,946			
Payment to Refunded Bond Escrow Agent				(13,900,000)	
Total Other Financing Sources (Uses)	<u>860,120</u>	<u>(2,202,260)</u>	<u>(317,010)</u>	<u>1,242,615</u>	<u>(1,085,007)</u>
Net Change in Fund Balance	<u>\$ (2,934,809)</u>	<u>\$ (3,265,372)</u>	<u>\$ (1,490,092)</u>	<u>\$ 50,030</u>	<u>\$ (1,214,142)</u>
Debt Service as a Percentage of Non-capital Expenditures	7.12%	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.

City of Eureka, California
Tax Revenues by Source
June 30, 2007
Last Five 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
2007	5,421,915	9,832,534	1,587,382	1,334,370	279,589	95
Change 2003-2007	35.23%	24.02%	22.18%	48.00%	13.65%	-7.77%

(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.

City of Eureka, California
Sales Tax by Category
June 30, 2007
Last Five Fiscal Years (1)

	Fiscal Year				
	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
General Consumer Goods	\$ 2,422,040	\$ 2,672,493	\$ 2,951,526	\$ 2,996,894	\$ 3,055,113
Autos and Transportation	1,772,859	1,702,753	1,681,786	1,742,420	1,768,482
Building and Construction	655,839	816,929	892,664	959,297	951,133
Fuel and Service Stations	680,361	695,613	715,058	969,667	962,124
Business and Industry	624,625	637,784	670,563	825,003	796,084
Restaurants and Hotels	547,372	569,020	593,252	632,568	643,985
Food and Drugs	438,105	419,872	416,626	423,273	442,034
Total	<u>\$ 7,141,201</u>	<u>\$ 7,514,464</u>	<u>\$ 7,921,475</u>	<u>\$ 8,549,122</u>	<u>\$ 8,618,955</u>
City direct sales tax rate	0.75%	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.

(3) Source: Hinderliter de Llamas and Associates - this data does not include sales tax revenue that is temporarily diverted by the State to service state bonds.

City of Eureka, California
Direct and Overlapping Sales Tax Rates
June 30, 2007
Last Five 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%
2007	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

City of Eureka, California
Assessed and Estimated Actual Value of Property
June 30, 2007
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
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	1,288,001	3,341	145,005	1,436,347	118,653	1,317,694	1.040	1,436,347	91.7%
2004	1,368,482	3,341	188,006	1,559,829	125,945	1,433,884	1.040	1,559,829	91.9%
2005	1,464,991	3,341	153,297	1,621,629	135,813	1,485,816	1.094	1,621,629	91.6%
2006	1,602,353	3,371	162,326	1,768,050	144,735	1,623,315	1.102	1,768,050	91.8%
2007	1,731,108	3,371	165,354	1,899,833	147,508	1,752,325	1.091	1,899,833	92.2%

(1) All amounts expressed in thousands

Source: HdL Coren and Cone

Eureka Redevelopment Agency, California
Assessed and Estimated Actual Value of Property
June 30, 2007
Last Five Fiscal Years (2)
(Unaudited)

Fiscal Year	Merged Project Area Secured	Merged Project Area Utility	Merged Project Area 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
2003	\$ 334,326,825	\$ 3,341,442	\$ 57,022,832	\$ 394,691,099	\$ 18,506,085	\$ 376,185,014	1.040	\$ 394,691,099	95.3%
2004	347,032,698	3,341,442	59,588,935	409,963,075	20,345,889	389,617,186	1.040	409,963,075	95.0%
2005	362,673,684	3,341,442	62,178,979	428,194,105	23,451,249	404,742,856	1.094	428,194,105	94.5%
2006	400,337,622	3,371,263	68,382,009	472,090,894	24,045,333	448,045,561	1.102	472,090,894	94.9%
2007	430,858,036	3,371,263	68,818,962	503,048,261	25,896,696	477,151,565	1.091	503,048,261	94.9%

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(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: HdL Coren and Cone

City of Eureka, California
Property Tax Rates - All Direct and Overlapping Governments
(Per \$100 of Assessed Value)
June 30, 2007
Last Ten Fiscal Years

Fiscal Year	Basic County, City and School Levy	Voter-approved Debt				Total Direct Rate
		City	County	School	Others	
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
2007	1.000	0.000	0.000	0.086	0.005	1.091

(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

City of Eureka, California
Principal Property Taxpayers
June 30, 2007
Current Year and Five 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	\$ 49,227,878	1	2.82%	\$ 45,554,000	2	3.17%
L & H Properties	Shopping Mall	8,715,774	2	0.50%	-		
Commercial Net Lease Realty, Inc.	Developer	7,900,000	3	0.45%	8,368,000	5	0.58%
Chevron USA	Petrol Manufacturer/Distribu	7,536,867	4	0.43%	-		
The Country Inn	Hotel	6,255,192	5	0.36%	7,293,000	8	0.51%
Natomas Trestle	Durable Goods	5,181,600	6	0.30%	-		
MDS Realty I LLC	Realtor	4,973,265	7	0.29%			
Ronald J. Harris Trust		4,927,949	8	0.28%			
Sedgefield Properties LLC	Realtor	4,823,507	9	0.28%			
Coastal Care Centers, Inc.	Medical	4,815,743	10	0.28%			
St. Joseph Hospital	Hospital	-		-	64,070,000	1	4.46%
Price Company	Durable Goods	-		-	11,189,000	3	0.78%
Humboldt Bank	Bank	-		-	10,356,000	4	0.72%
Salvation Army Residences, Inc.	Housing	-		-	8,263,000	6	0.58%
Ocean View Cemetary	Cemetary	-		-	7,921,000	7	0.55%
WHC831 LLC	Hotel	-		-	6,929,000	9	0.48%
Schmidbauer Lumber	Wood Products	-		-	6,802,000	10	0.47%
Totals		\$104,357,775		5.98%	176,745,000		12.31%

(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.

Source: HdL Coren and Cone

City of Eureka, California
Property Tax Levies and Collections (1)
June 30, 2007
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
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%
2007	2,039,032	2,023,207	99.2%	16,433	2,039,640	100.0%

(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, 2007
Last Five Fiscal Years (1)

Fiscal Year	Governmental Activities		Business-type Activities							Total Primary Government	Percentage of Personal Income (5)	Debt Per Capita
	Redevelopment Bonds	Capital Leases	Water Bonds	Wastewater Bonds	Harbor Bonds	Harbor Term Loan	Six Rivers Bank	GE Capital Public Financing	Capital Leases			
2003	\$15,250,000	\$ 440,758	\$ 11,620,000	\$ 5,213,825	\$ 880,000	\$2,639,784	\$750,000	\$ 35,821	\$ -	\$ 36,830,188	5.62%	\$ 1,411.12
2004	15,250,000	653,142	11,345,000	4,745,992	912,815	2,584,293	-	-	-	35,491,242	4.98%	1,351.64
2005	15,250,000	493,652	11,060,000	3,835,000	825,000	2,526,304	-	-	-	33,989,956	4.61%	1,288.43
2006	15,250,000	743,961	13,270,000 (3)	3,730,000	765,000	2,465,705	-	-	875,681 (4)	37,100,347	4.86%	1,399.22
2007	15,250,000	1,651,321	12,905,000	3,620,000	700,000	2,402,380	-	-	2,518,695 (5)	39,047,396	4.87%	1,443.42

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- (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) The City acquired a new capital lease for the City Hall Remodel Project and new fire engine
- (5) The City acquired new capital leases for additional City Hall Remodel work and new automated water meter readers City-wide.
- (6) Details regarding the City's outstanding debt can be found in the notes to the financial statements.
- (7) 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, 2007
Last Five Fiscal Years (1)

Fiscal Year	General Bonded Debt Outstanding		Percentage of Actual Taxable Value of Property	Per Capita
	Redevelopment Bonds			
2003	\$ 15,250,000		0.0041%	\$ 584.29
2004	15,250,000		0.0039%	580.78
2005	15,250,000		0.0038%	578.07
2006	15,250,000		0.0034%	575.15
2007	15,250,000		0.0032%	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, 2007

	Percentage Applicable to City of Eureka (1)	Outstanding Debt 6/30/2007	City of Eureka Share of Debt
<u>OVERLAPPING DEBT REPAID WITH PROPERTY TAXES:</u>			
Redwoods Joint Community College District	11.141%	\$ 17,705	\$ 1,972,514
Eureka Unified School District	49.193%	31,729,989	15,608,933
Eureka Unified School District School Facilities Improvement District No. 1	76.164%	10,124,943	7,711,562
Freshwater School District	0.458%	1,165,000	5,336
Jacoby Creek School District	1.498%	350,000	5,243
South Bay Union School District	3.228%	1,310,000	42,287
City of Eureka	100.000%	-	-
Humboldt Bay Harbor Recreation and Conservation District	16.170%	2,835,000	458,420
TOTAL OVERLAPPING DEBT REPAID WITH PROPERTY TAXES		\$ 47,532,637	\$ 25,804,295
<u>OVERLAPPING GENERAL FUND DEBT:</u>			
Humboldt County Certificates of Participation	16.170%	\$ 15,195,000	\$ 2,457,032
Humboldt County Board of Education Certificates of Participation	16.170%	1,155,000	186,764
Redwoods Joint Community College District Certificates of Participation	11.141%	752,700	83,858
Northern Humboldt Union High School District Certificates of Participation	0.128%	1,620,000	2,074
Eureka School District Certificates of Participation	49.193%	1,072,565	527,627
TOTAL OVERLAPPING GENERAL FUND DEBT		\$ 19,795,265	\$ 3,257,355
CITY DIRECT DEBT			15,250,000
COMBINED TOTAL NET DIRECT AND OVERLAPPING BONDED DEBT			<u>\$ 44,311,650</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.

City of Eureka, California
Legal Debt Margin Information
June 30, 2007
Last Five Fiscal Years (1)

	Fiscal Year				
	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Total assessed value of all real and personal property	\$ 1,436,347,308	\$ 1,515,012,468	\$ 1,621,629,302	\$ 1,768,050,116	\$ 1,899,833,280
Debt limit percentage (2)	<u>3.75%</u>	<u>3.75%</u>	<u>3.75%</u>	<u>3.75%</u>	<u>3.75%</u>
Total debt limit	53,863,024	56,812,968	60,811,099	66,301,879	71,243,748
Amount of debt applicable to debt limit	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Legal debt margin	<u>\$ 53,863,024</u>	<u>\$ 56,812,968</u>	<u># \$ 60,811,099</u>	<u>\$ 66,301,879</u>	<u>\$ 71,243,748</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

**City of Eureka, California
Revenue Bond Coverage
Water Revenue Bonds
June 30, 2007
Last Eight 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
2007	5,534,052	3,215,538	2,318,514	365,000	683,522	1,048,522	2.21

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

(2) Total revenues (including interest) exclusive of intergovernmental (Fund 500 only)

(3) Operating expenses exclude depreciation

(4) Full accrual accounting established

**City of Eureka, California
Revenue Bond Coverage
Wastewater Revenue Bonds
June 30, 2007
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	
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
2007	4,356,558	3,719,541	637,017	110,000	121,987	231,987	2.75

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

(2) Operating expenses exclude depreciation

(3) Full accrual accounting established

City of Eureka
Revenue Bond Coverage
Harbor Bonds
6/30/2007
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	
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
2007	608,892	766,184	(157,292)	65,000	47,250	112,250	-1.40

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

City of Eureka, California
Demographic and Economic Statistics
June 30, 2007
Last Five Fiscal Years (1)

Fiscal Year	Population	Personal Income (2)	Per Capita Personal Income	Unemployment Rate (3)
2003	26,100	\$ 655,762,500	\$ 25,125	7.8%
2004	26,258	712,694,636	27,142	7.6%
2005	26,381	736,874,092	27,932	7.1%
2006	26,515	762,835,489	28,770	6.4%
2007	27,052	801,633,507	29,633	5.5%

- (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

City of Eureka, California
Principal Employers
June 30, 2007
Current Year and Five Years Ago (1)

Employer	Type of Business	2007			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	145	2	0.20%			
Costco Wholesale #125	Department Store	127	3	0.18%			
Times Standard	Newspaper	106	4	0.15%	106	2	0.15%
Target Stores	Department Store	106	5	0.15%			
Pierson Building Center	Lumber & Building Materials	100	6	0.14%	100	3	0.14%
Mervyns	Department Store	96	7	0.13%			
Pacific Choice Seafoods	Fish & Seafoods	90	8	0.13%	90	4	0.13%
Winco Foods	Grocery Store	87	9	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	10	0.12%			
Total		<u>1,106</u>		<u>1.55%</u>	<u>925</u>		<u>1.31%</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) 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

City of Eureka, California
Full-time Equivalent City Government Employees by Function/Program
June 30, 2007
Last Five Fiscal Years (1)

<u>Function/Program</u>	Full-time Equivalent Employees as of June 30				
	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
General Government					
Legislative	2.00	2.00	2.00	2.00	2.00
City Manager	2.75	3.50	3.00	3.00	3.00
Personnel	4.50	4.50	4.00	4.00	4.00
Finance	15.90	16.60	14.40	13.60	15.20
City Attorney	2.00	2.00	2.00	2.00	2.00
Police					
Officers	51.00	48.00	48.00	49.00	55.15
Civilians	32.00	32.00	29.00	29.00	27.85
Fire					
Firefighters and Officers	40.00	39.00	38.00	37.00	41.00
Civilians	2.00	2.00	2.00	2.00	2.00
Engineering	32.75	33.00	14.00	13.00	13.00
Public Works					
Building	5.40	5.40	5.40	5.40	5.40
Streets/Alley Maintenance	9.33	9.33	9.33	4.83	4.83
Facilities Operations	8.34	8.34	8.34	8.84	8.84
Water Distribution Maintenance	11.55	11.05	10.72	12.07	11.92
Sewer Collection Maintenance	11.54	11.04	10.71	13.26	13.41
Equipment Operations	7.68	7.68	8.34	8.34	8.34
Park Operations	10.40	10.40	9.10	8.00	9.60
Harbor	3.00	3.00	2.50	4.00	4.00
Recreation	7.12	7.12	7.12	7.43	7.74
Sequoia Park Zoo	5.50	5.50	5.50	6.25	6.25
Stormwater	-	-	-	4.80	4.80
Water Treatment	-	-	2.80	3.30	3.30
Wastewater Treatment	-	-	16.20	16.85	17.00
Community Development	6.00	6.00	6.00	6.00	6.00
Redevelopment	5.00	5.00	5.75	5.75	5.75
Total	<u>275.76</u>	<u>272.46</u>	<u>264.21</u>	<u>269.72</u>	<u>282.38</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) The Engineering Department was reorganized beginning in fiscal year 2004-05 to include Water and Wastewater Treatment as part of the Public Works Department

(3) 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.

Source: City of Eureka Finance Department

City of Eureka, California
Operating Indicators by Function/Program
June 30, 2007
Last Five Fiscal Years (1)

Function/Program	Fiscal Year				
	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
General Government					
Council Agenda Items Considered	331	399	564	414	345
Ordinances Adopted	10	11	10	13	5
Resolutions Adopted	48	61	61	78	52
Finance					
Business Licenses	2,707	2,310	2,305	2,469	2,639
Transit					
Passengers	342,293	319,618	335,127	286,807	286,684
Revenue Service Miles	286,407	299,571	309,993	298,880	310,031
Police					
Physical Arrests	3,464	3,936	3,538	3,701	4,638
Parking Violations	unavailable	4,503	5,147	2,588	2,252
Traffic Violations	3,908	3,802	3,218	3,206	4,947
Fire					
Suppression:					
Fire Responses	237	214	257	170	208
Medical Responses	1,952	1,945	1,986	1,989	1,913
Service/Miscellaneous Responses	1,002	1,090	934	1,081	1,229
Prevention:					
Inspections	3,970	4,050	1,699	2,501	1,893
Engineering					
Permits Issued (water, sewer, encroachment)	231	279	350	292	259
Field Inspections	800	1,100	1,100	1,100	1,100
Public Works					
Water Connections	9,633	9,605	9,660	9,756	9,785
Average Daily Consumption in Gallons	3,260,000	4,880,823	3,057,125	3,285,088	3,333,499
Wastewater Connections	9,355	9,327	9,382	9,478	9,507
Building					
Permits Issued	1,010	1,158	1,134	1,067	1,187
Community Development					
Permit Applications	179	179	179	376	309
Zone Reclassifications	2	4	4	3	3
Amendments to General Plan	1	4	4	0	3
Redevelopment					
Façade Improvement Loans	8	6	1	4	1
Business Loans	5	1	1	0	-
Housing Loans	12	4	6	6	15
Housing Rehabilitation Loans	4	2	6	3	6

(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.

Sources: Various City Departments

City of Eureka, California
Capital Asset Statistics by Function/Program
June 30, 2007
Last Five Fiscal Years (1)

<u>Function/Program</u>	Fiscal Year				
	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Police					
Stations	1	1	1	1	1
Satellite Offices	2	2	2	2	2
Patrol Units	26	26	26	26	26
Fire					
Stations	3	3	3	3	3
Engineering					
Street Lights	1,915	1,915	1,918	1,918	1918
Traffic Signals - City	25	25	25	25	25
Traffic Signals - State	25	25	26	26	26
Public Works					
Miles of Streets	125	125	125	125	125
Miles of Water Line	145	145	150	150	150
Miles of Sewers	100	100	100	100	100
Parks and Recreation					
Acreage	242	242	242	242	242
Parks	12	12	13	13	13
Golf Courses	1	1	1	1	1
Community Recreation Facilities	10	10	10	10	10
Tennis Courts	6	6	6	6	6
Ballfields	4	4	4	4	4
Outdoor Amphitheater	1	1	1	1	1
Zoo	1	1	1	1	1

(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: Various City departments

City of Eureka, California
Wastewater System
Summary of Historic Operating Results
June 30, 2007
Last Five Fiscal Years (1)

	2003	2004	2005	2006	2007
Revenues (2)					
Service charges	\$ 3,086,193	\$ 3,428,553	\$ 3,617,516	\$ 4,122,784	\$ 3,999,115
Connection fees	40,850	48,868	78,100	74,028	51,866
Investment income	418,782	251,522	566,072	489,952	305,314
Miscellaneous	-	-	751,052	31,677	4,118
Total revenues	<u>\$ 3,545,825</u>	<u>\$ 3,728,943</u>	<u>5,012,740</u>	<u>4,718,441</u>	<u>4,360,414</u>
Expenses (3)	<u>2,448,086</u>	<u>3,235,950</u>	<u>4,647,882</u>	<u>3,110,009</u>	<u>3,719,541</u>
System net revenues	<u>\$ 1,097,739</u>	<u>\$ 492,993</u>	<u>\$ 364,858</u>	<u>\$ 1,608,432</u>	<u>\$ 640,873</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	221,987
Total debt service	<u>\$ 435,620</u>	<u>\$ 658,849</u>	<u>\$ 1,074,049</u>	<u>\$ 719,566</u>	<u>\$ 221,987</u>
Debt service coverage ratio	2.52	0.75	0.34	2.24	2.89

(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) Total revenues (including interest) exclusive of intergovernmental

(3) 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, 2007
Last Four Fiscal Years

User Type	2003	2004	2005	2006	2007
Single family residential	7,565	7,638	7,667	7,888	7508
Multiple family residential	679	648	663	719	707
Commercial / Industrial	1,111	1,041	1,052	1,118	1042
Total	<u>9,355</u>	<u>9,327</u>	<u>9,382</u>	<u>9,725</u>	<u>9,257</u>

Source: City of Eureka financial records

**City of Eureka, California
Wastewater System
Service Charge Revenues by Class of User
June 30, 2007**

<u>User Type</u>	<u>Year Revenue (1)</u>	<u>Percentage of Total Service Charge Revenue</u>
Single family residential	\$1,821,642	43%
Multiple family residential	628,415	15%
Commercial / Industrial	882,786	21%
Total	\$3,332,843	

(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, 2007**

<u>User (1)</u>	<u>Type of Business</u>	<u>Service Charge Revenue</u>	<u>Percentage of Annual Service Charge Revenue</u>
Silvercrest Residence	Nursing Home	\$ 29,430	0.74%
Red Lion Motel	Lodging Establishment	25,335	0.63%
Nader Automotive	Automobile Sales	20,760	0.52%
Cal Courts	Exercise Gym	14,204	0.36%
Mission Linen	Laundry Service	10,371	0.26%

(1) Excludes non-profit and governmental employers

Source: City of Eureka

**City of Eureka, California
Water System
Summary of Historic Operating Results
6/30/2007 (1)**

	2003	2004	2005	2006	2007
Revenues (2)					
Service charges	\$ 3,353,210	\$ 3,863,424	\$ 4,450,911	\$ 4,934,774	\$ 5,105,843
Connection fees	32,657	62,470	91,652	79,738	44,775
Investment income	167,857	97,043	172,405	98,277	253,697
Miscellaneous	-	310,047	3,672	564,804	129,737
Total revenues	<u>3,553,724</u>	<u>4,332,984</u>	<u>4,718,640</u>	<u>5,677,593</u> (2)	<u>5,534,052</u>
Expenses (3)	<u>2,197,091</u>	<u>2,850,797</u>	<u>2,672,606</u>	<u>2,836,519</u> (3)	<u>3,215,595</u>
System net revenues	<u>\$ 1,356,633</u>	<u>\$ 1,482,187</u>	<u>\$ 2,046,034</u>	<u>\$ 2,841,074</u>	<u>\$ 2,318,457</u>
Debt service					
CSCDA Series 2000A Revenue Bonds	\$ 433,745	\$ 619,565	\$ 620,835	\$ 583,243	\$ - (4)
CSCDA Series 2002B Revenue Bonds	131,938	255,393	260,128	334,339	253,843
CSCDA Series 2005C Revenue Bonds	-	-	-	272,920	598,923
CSCDA Series 2006A Revenue Bonds	-	-	-	19,517	130,232
Capital Lease	-	-	-	-	62,919
Total debt service	<u>\$ 565,683</u>	<u>\$ 874,958</u>	<u>\$ 880,963</u>	<u>\$ 1,210,019</u>	<u>\$ 1,045,917</u>
Debt service coverage ratio	2.40	1.69	2.32	2.35	2.22

(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) Total revenues (including interest) exclusive of intergovernmental

(3) Excludes depreciation, capital expenditures and debt service

(4) The CSCDA Series 2000A Revenue Bonds were defeased in September 2005

Source: City of Eureka

**City of Eureka, California
Number of Water Connections by User Type
June 30, 2007**

User Type	2003	2004	2005	2006	2007
Single family residential	7,781	7,854	7,883	7,764	7885
Multiple family residential	686	655	670	692	719
Commercial / Industrial	1,166	1,096	1,107	1,094	1124
Total	<u>9,633</u>	<u>9,605</u>	<u>9,660</u>	<u>9,550</u>	<u>9,728</u>

Source: City of Eureka financial records

**City of Eureka, California
Water System
Service Charge Revenues by Class of User
June 30, 2007**

User Type	Year Revenue (1)	Percentage of Total Service Charge Revenue
Single family residential	\$3,109,629	64%
Multiple family residential	622,467	13%
Commercial / Industrial	1,132,002	23%
Total	\$4,864,098	

(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, 2007**

User (1)	Type of Business	Service Charge Revenue	Percentage of Annual Service Charge Revenue
Pacific Seafood	Food Processing	\$ 80,187	1.6%
Red Lion Inn	Motel	25,125	0.5%
Nader Automotive	Automobile sales	19,683	0.4%
Silvercrest Residence	Housing	15,581	0.3%
Cal Courts	Exercise Gym	13,922	0.3%

(1) Excludes non-profit and governmental employers

Source: City of Eureka financial records

Eureka Redevelopment Agency, California
Top Ten Largest Property Owners in the Project Areas
June 30, 2007
(Unaudited)

Company	Type of Business	2005 Assessed Valuation	Percentage of Total Assessed Valuation
The Price Company (Target)	Commercial	\$ 14,644,315	3.07 %
Costco Wholesale Corp	Commercial	14,641,673	3.07
Salvation Army Residences	Residential	9,098,637	1.91
Humboldt Partners	Commercial	8,418,093	1.76
Schmidbauer Lumber	Industrial	7,939,401	1.66
Cox Communications Humboldt	Commercial	6,964,160	1.46
PWM Inc	Industrial	6,147,458	1.29
WHC381 LLC	Commercial	5,154,607	1.08
Tomac LLC	Commercial	4,090,831	0.86
Security National Offices LLC	Commercial	4,066,775	0.85
Total		\$ 81,165,950	17.01 %

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, 2007
(Unaudited)

	Secured	Unsecured	Total
Phase I Project Area	\$ 16,628,268	\$ 2,232,215	\$ 18,860,483
Phase II Project Area	32,032,088	2,545,806	34,577,894
Eureka Tomorrow Project Area	358,704,962	65,008,226	423,713,188
Total Merged Project Area	\$ 407,365,318	\$ 69,786,247	\$ 477,151,565

Source: Humboldt County Auditor

Eureka Redevelopment Agency, California
Projected Tax Increment Revenue Coverage
Assuming Restatement of Tax Increment Limit (1)
June 30, 2007

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
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	638,343	1,678,343	3,690,963	16,457	3,674,506	2.20	2.19
2014	1,085,000	596,743	1,681,743	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	\$8,286,965	\$ 23,536,965	\$ 62,820,190	\$ 272,464	\$ 62,547,726		

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

Eureka Redevelopment Agency, California
Projected Tax Increment Revenue Coverage Assuming
No Restatement of Tax Increment Limit and Escrowing of Tax Revenues(1)
June 30, 2007

Bond Year	Gross Tax Revenue (2)	Net Tax Revenue (2)	Series 2003 Debt Service	Total Remaining Tax Revenues	Agency Net Cash Flow	Funds Used to Call Bonds (3)	Cumulative Escrow Deposit (4)
2006-07	\$ 4,153,105	\$ 3,632,301	\$ 678,342	\$ 22,706,307	\$ -	\$ -	\$ 5,819,000
2007-08	4,236,167	3,704,947	678,342	19,001,360	-	-	7,871,000
2008-09	4,320,890	3,779,046	678,342	15,222,314	-	-	9,980,000
2009-10	4,407,308	3,854,627	678,342	11,367,687	-	-	12,149,000
2010-11	4,495,454	3,931,719	641,523	7,435,968	-	-	14,379,000
2011-12	4,585,364	4,010,354	1,641,523	3,425,614	1,420	-	14,250,000
2012-13	4,677,071	4,090,561	1,681,523	(664,947)	-	14,250	-

- (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.

Source: Public Financial Management and HdL Coren & Cone

Eureka Redevelopment Agency, California
Outstanding Indebtedness Entered into Payable from Tax Revenues (1)
June 30, 2007

	Merged Project Area
Advances from City of Eureka	\$ 10,744,871
Low & Moderate Income Housing Obligation 92/93 Note	144,738
Low & Moderate Income Housing Obligation 93/94 Note	417,212
Low & Moderate Income Housing Obligation 2006/07 to end of Plan	19,802,764
2003 EPFA Refunding Loan from EPFA	23,536,965
Total	\$ 54,646,550

- (1) Includes projected interest expense

Source: Eureka Redevelopment Agency 2006/07 Statement of Indebtedness