

Documents & materials relating to an open session agenda item that are provided to the SYMVCD Board less than 72 hours prior to a regular meeting will be available for public inspection. Please contact the District Office at 530 674-5456 or kvalencia@sutter-yubamvcd.org

SUTTER-YUBA MOSQUITO & VECTOR CONTROL DISTRICT AGENDA

701 Bogue Road, Yuba City, CA. (530) 674-5456

Thursday, February 12, 2026, 4:30 P.M.

1. Call to Order
2. Pledge of Allegiance
- motion 3. Emergency Agenda Items
- motion 4. Consent Agenda:
The Consent Calendar groups together those items which are considered noncontroversial or for which prior policy direction has been given to staff and that requires only routine action by the Board. The Chair will advise the audience that the matters may be adopted in total by one motion; however, the Board may, at its option or upon request of a member of the public, consider any matter separately.
 - A. Minutes of January 9, 2026
 - B. Bills for January 2026
- motion 5. Approval of the Annual Audit for Fiscal Year 2024-2025, ending June 30, 2025. Smith and Newell will make a short presentation and answer questions.
- motion 6. Declaration of District Property as Surplus: Board approval is needed to declare District property as surplus so it can be sold at auction.
7. Public Comments
8. Manager Comments: The manager will report on the following:
 - a) Staff and Trustees will provide written reports on the MVCAC Annual Conference held in Rancho Mirage, CA, February 1-4, 2026
 - b) MVCAC Legislative Day March 10, 2026
 - c) VCJPA Member Contingency Fund Balance
 - d) District activities
9. Trustee Comments
- motion 10. Adjournment

Any person, who needs a disability-related modification or accommodation to participate in this meeting, should contact the District at (530) 674-5456 or by fax at (530) 674-5534. Requests must be made as early as possible and at least 72 hours prior to the meeting for the District to make reasonable arrangements and ensure accessibility.

JANUARY 8, 2026 MINUTES

The regular meeting of the Sutter-Yuba Mosquito & Vector Control District Board of Trustees was called to order by Board President Schmidl at 4:30 P.M., Thursday, January 8, 2026.

PRESENT: President Schmidl, Secretary Sanbrook, Ghag, Kirchner, Luce, Samayoa

ABSENT: Link

ALSO PRESENT: Manager Abshier, General Foreman Songer, Ken Meyers of Meyers Investment Group

EMERGENCY AGENDA ITEMS: None

CONSENT AGENDA:

- A. Minutes of December 11, 2025
- B. Bills for December 2025
- C. Merit increase for Joseph Songer, General Foreman. Mr. Songer is being recommended for a salary increase to be effective January 1, 2026. The salary increase will be from step 6 to step 7 of the salary range schedule for General Foreman.
- D. Merit increase for Bill Terbush, Field Foreman. Mr. Terbush is being recommended for a salary increase to be effective January 1, 2026. The salary increase will be from step 6 to step 7 of the salary range schedule for Field Foreman.
- E. Merit increase for Shane Loyd, Field Foreman. Mr. Loyd is being recommended for a salary increase to be effective January 1, 2026. The salary increase will be from step 2 to step 3 of the salary range schedule for Field Foreman.
- F. Merit increase for Brenden Oates, Mosquito Control Technician II. Mr. Oates is being recommended for a salary increase to be effective January 1, 2026. The salary increase will be from step 2 to step 3 of the salary range schedule for Mosquito Control Technician II.

A motion was made by Kirchner and seconded by Samayoa approving the consent agenda. The motion was approved by a unanimous vote.

ELECTION OF OFFICERS FOR 2026: A motion was made by Sanbrook and seconded by Samayoa approving the continuation of David Schmidl as Board President and John Sanbrook as Board Secretary. The motion was approved by a unanimous vote.

QUARTERLY REVIEW OF THE DISTRICT'S DEFINED BENEFIT PLAN INVESTMENTS AS OF DECEMBER 31, 2025: Meyers addressed the Board regarding the District's Defined Benefit Plan investment performance for 2025. He reported that Millennium/Partners portfolio finished the year up by 7.68%. He noted that the real estate fund portion of that portfolio should continue to improve as interest rates continue to trend downward. Sun Coast returned approximately 7.25% for 2025 and has averaged roughly 19% annually over the past three years. Meyers noted that market performance in 2025 varied widely by sector, with stronger results coming from technology-driven companies, while more traditional dividend-oriented stocks saw modest gains. He explained that Sun Coast continues to focus on companies with strong competitive advantages and long-term profitability. Meyers also reported that the former BIM/Mid Cap allocation had been replaced with Dorsey Wright, a more tactical manager focused on identifying intermediate-term market opportunities. He stated the firm has a strong long-term track record. Looking ahead, Meyers said economic conditions remain generally supportive, including strong corporate earnings, continued consumer spending, and high cash levels in money markets that could move into equities as interest rates decline. He cautioned that market volatility is normal and that periodic corrections should be expected. The Board discussed current cash balances within the plan. Approximately \$18,000 in uninvested cash was identified, with one account holding the majority. Samayoa recommended that Meyers allocate funds to round the Dorsey Wright account to approximately \$100,000, with the remaining balance directed to the DFA 60/40 account and Meyers expressed support for this strategy. No formal action was required.

RESOLUTION NO. 01-08-26: FIRST INSTALLMENT OF YUBA COUNTY TAXES: A motion was made by Luce and seconded by Samayoa approving Resolution No. 01-08-26, requesting the first installment of Yuba County taxes. The motion was approved by a unanimous vote.

PROPERTY FLOOD INSURANCE RATES FOR 2026: Our current flood insurance policy is good through February 25th, 2026. Abshier explained that the renewal premiums of \$10,444 in total would cover eight buildings owned by the District and their contents including both buildings on Market Street in Yuba City. The cost of coverage increased 1.1% over the premium paid in 2025. Abshier noted we are rated zone X, a minimum risk zone. Currently the level of Shasta Lake is at 79% capacity

and Oroville Lake is at 74% capacity. The snowpack for the Central Sierra is 90% of normal as of January 8, 2026, and 38% of the April 1, 2026 average. Samayoa asked whether the District is required to carry flood insurance. Abshier explained that it is not required but is strongly recommended, as recovery from a catastrophic flood loss would be very difficult without coverage. A motion was made by Kirchner and seconded by Sanbrook to approve the purchase of flood insurance for one year at \$10,444. The motion was approved by a unanimous vote.

PUBLIC COMMENTS: None

MANAGER COMMENTS:

- Abshier reported that work on the District's annual audit is ongoing. The draft copy of the audit was received January 8, and the Manager's Discussion and Analysis section is expected to be completed in the next two days. The audit timeline was delayed due to the holidays, and staff are working to reconcile a difference between Sutter County trial balances and the District's payment records. Additional information is also being compiled to meet new GASB 101 reporting requirements related to sick leave balances. Representatives from Smith and Newell are scheduled to attend the February 13 Board meeting. The completed audit must be approved by the Board and submitted to the State Controller's Office by March 31.
- The conflict-of-interest Form 700 needs to be completed by all Trustees.
- Abshier recently asked the Vector Control Joint Powers Authority (VCJPA) to review our coverages with Workers' Compensation and Liability Insurances to avoid future invoices. He explained that the self-insured retention (SIR) limit affects premium costs. A lower SIR results in higher premiums but less out-of-pocket exposure on claims, while a higher SIR lowers premiums but increases the District's financial risk if claims occur. The District is currently at the lowest SIR level of \$25,000. Increasing the SIR to \$50,000 would reduce premiums but increase potential exposure and would have resulted in higher overall costs during the last coverage period. The District's current SIR level provides the best protection against unforeseen costs moving forward.
- The annual Spray Safe meeting will be attended by District staff on Wednesday, January 14, 2026 at the Yuba-Sutter Fairgrounds. District staff will receive required continuing education hours for both DPR and CDPH licenses.
- The Sutter County Agricultural Department will conduct an annual compliance inspection late January or early February.
- The Mosquito and Vector Control Association of California (MVCAC) Legislative Day will be held on Tuesday or Wednesday, March 10 or 11, 2026 in Sacramento. Various issues will be brought before state legislators, including continued concerns regarding invasive *Aedes aegypti* mosquitoes and locally transmitted dengue fever.
- Sanbrook asked whether the District is fully staffed. Abshier reported that the District is currently down one Mosquito Control Technician. He explained that seasonal employees will be brought in to assist with mosquito control operations during the summer, and work performance will be evaluated throughout the season. Recruitment for the vacant full-time position is anticipated in October.
- The annual Waters of the U.S. Report is due to the State Water Board by February 28, 2026, in compliance with the National Pollutant Discharge Elimination System (NPDES) permit requirements.
- The District staff is making great progress on an extensive winter projects list including vehicle maintenance, grounds and building upkeep, preparation of surplus items for auction, and renovations in the mosquito-rearing lab, among other tasks.
- Delivery of two new pick-up trucks is expected at the end of March or early April.

TRUSTEE COMMENTS: None

ADJOURNMENT: There being no further business, a motion was made by Kirchner and seconded by Samayoa to adjourn the meeting. The motion was approved by a unanimous vote.

President Schmidl adjourned the meeting.

John Sanbrook, Board Secretary

Sutter-Yuba Mosquito and Vector control District

January 2026 BILLS

Name	Date	Amount	Other	Total
Abshier, Stephen	2/12/2026	10.24		10.24
Airgas	"	101.43		101.43
ATT	"	128.24		128.24
Blatt, Alexander	"	150.00		150.00
Garrison, Moriah	"	120.38		120.38
Golden Bear Alarms	"	125.00		125.00
Home Depot	"	3,855.55		3,855.55
Heluna Health	"	3,835.00		3,835.00
Jew, Darrell	"	68.50		68.50
Loyd, Shane	"	78.45		78.45
Napa Auto Parts	"	458.25		458.25
Nor Cal Gloves	"	1,136.85		1,136.85
Pape Machinery	"	356.18		356.18
Redding Web	"	184.90		184.90
Santa Ana, Alfonso	"	649.00		649.00
Smith & Newell	"	9,500.00		9,500.00
Songer, Joseph	"	305.04		305.04
Sutter-Yuba MVCD/EDD	"	0.00	12,706.00	12,706.00
Target	"	4,302.83		4,302.83
US Bank	"	10,997.29		10,997.29
Wellmark International/Central Life Sciences	"	164,876.80		164,876.80
Wex Bank	"	245.54		245.54
Yuba City Scrap and Steel	"	11.80		11.80
TOTAL		201,497.27	12,706.00	214,203.27

The above referred to list is herein certified as a true and correct list of allowed claims which have been allowed by the Board of Trustees as dated:02/12/2026

Signature

Signature

**SUTTER-YUBA MOSQUITO & VECTOR
CONTROL DISTRICT,
CALIFORNIA**

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**FINANCIAL STATEMENTS
TOGETHER WITH
INDEPENDENT AUDITOR'S REPORT
FOR THE YEAR ENDED
JUNE 30, 2025**

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SUTTER-YUBA MOSQUITO & VECTOR CONTROL DISTRICT
Annual Financial Report
For the Year Ended June 30, 2025

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INTRODUCTORY SECTION

- **List of Officials**

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SUTTER-YUBA MOSQUITO & VECTOR CONTROL DISTRICT
List of Officials
For the Year Ended June 30, 2025

Board of Trustees

David Schmidl	President
John Sanbrook	Secretary
Lakhvir Ghag	Trustee
Austin Bishop	Trustee
Wade Kirchner	Trustee
John Link	Trustee
Ricky Samayoa	Trustee

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FINANCIAL SECTION

- **Independent Auditor's Report**
- **Management's Discussion and Analysis**
- **Basic Financial Statements**
- **Required Supplementary Information**

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INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees
Sutter-Yuba Mosquito & Vector Control District
Yuba City, California

Report on the Audit of the Financial Statements**Opinions**

We have audited the accompanying financial statements of the governmental activities and the major fund of Sutter-Yuba Mosquito & Vector Control District, California (District), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

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

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

To the Board of Trustees
Sutter-Yuba Mosquito & Vector Control District
Yuba City, California

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

To the Board of Trustees
Sutter-Yuba Mosquito & Vector Control District
Yuba City, California

Required Supplementary Information

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

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated January 29, 2026, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the District's internal control over financial reporting and compliance.



Smith & Newell CPAs
Yuba City, California
January 29, 2026

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**Management's Discussion and Analysis
(Unaudited)**

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SUTTER-YUBA MOSQUITO & VECTOR CONTROL DISTRICT
Management's Discussion and Analysis
For the Year Ended June 30, 2025

The Sutter-Yuba Mosquito & Vector Control District was formed in 1946 to conduct field surveillance to facilitate the detection and control of mosquitoes in order to suppress their population and prevent the transmission of mosquito-borne diseases. The District's Board consists of seven trustees. The District is a special district within Sutter and Yuba Counties.

As management of the District, we offer readers of our financial statements this narrative overview and analysis of the financial activities for the year ended June 30, 2025.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This report also contains other required supplementary information in addition to the basic financial statements themselves.

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

The *Statement of Net Position* presents information on all of the District's assets and liabilities, with the difference between the two reported as net position.

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

The government-wide financial statements can be found on pages 9 and 10 of this report.

Fund Financial Statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Fund financial statements report essentially the same functions as those reported in the government-wide financial statements. However, unlike the government-wide financial statements, fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balance provide a reconciliation to facilitate the comparison between the governmental fund and government-wide statements. The fund financial statements can be found on pages 11 through 14 of this report.

The District adopts an annual appropriated budget for its General fund. A budgetary comparison statement has been provided for the General fund to demonstrate compliance with the budget and can be found on page 36 of this report.

Notes to the Basic Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 15 through 32 of this report.

SUTTER-YUBA MOSQUITO & VECTOR CONTROL DISTRICT
Management's Discussion and Analysis
For the Year Ended June 30, 2025

Required Supplementary Information. In accordance with generally accepted accounting principles, the District presents required supplementary information other than the Management's Discussion and Analysis, including District pension information and the budgetary comparison information. The District adopts an annual appropriated budget for its General fund. The budgetary comparison schedule demonstrates compliance with the budget. Required Supplementary Information can be found on pages 33 through 37 of this report.

Government-Wide Financial Analysis

The District presents its financial statements under the reporting model required by the Governmental Accounting Standards Board Statement No. 34 (GASB 34), *Basic Financial Statements – and Management's Discussion and Analysis (MD&A) – for State and Local Governments*. A comparative analysis of government-wide data is included with the prior fiscal year.

Net position may serve over time as useful indicator of a government's financial position. In the case of the District, assets exceed liabilities by \$11,077,645 at the close of the most recent fiscal year. The most significant portion of the District's net position is its cash in the amount of \$8,833,406.

The District's net position increased overall by approximately 10.85 percent during the current fiscal year. This increase is explained in the government financial analysis, which follows.

Governmental Activities:

Table 1
Governmental Net Position at June 30

	2025	2024
Cash and investments	\$ 8,833,406	\$ 7,537,563
Other assets	1,212,011	1,446,196
Capital assets	1,334,809	1,304,673
Total Assets	11,380,226	10,288,432
Deferred Outflows of Resources	238,886	249,996
Current liabilities	117,117	135,186
Long-term debt	178,629	139,689
Total Liabilities	295,746	274,875
Deferred Inflows of Resources	245,721	269,900
Net Position:		
Net investment in Capital assets	1,319,156	1,276,520
Restricted for:		
Public health	7,275,000	4,894,166
Unrestricted	2,483,489	3,822,967
Total Net Position	\$ 11,077,645	\$ 9,993,653

SUTTER-YUBA MOSQUITO & VECTOR CONTROL DISTRICT
Management's Discussion and Analysis
For the Year Ended June 30, 2025

Table 2
Changes in Governmental Net Position at June 30

	2025	2024
Revenues:		
Program revenues:		
Charges for service	\$ 31,343	\$ 38,895
Operating grants and contributions	23,674	25,292
General Revenues:		
Property taxes	5,150,378	5,018,667
Interest and investment earnings	427,456	341,552
Other general revenues	7,855	59,319
Loss on disposal of capital asset	22,162	-
Total Revenues	5,662,868	5,483,725
Expenses:		
Public health	4,534,851	4,331,549
Interest on long-term debt	500	4,750
Total Expenses	4,535,351	4,336,299
Change in Net Position	1,127,517	1,147,426
Net Position - Beginning	9,993,653	8,846,227
Change in accounting principle	(43,525)	-
Net Position - Ending	\$11,077,645	\$ 9,993,653

Financial Analysis of the District's Governmental Funds

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

For the year ended June 30, 2025, the District reported an ending fund balance of \$9,673,751, an increase of \$1,114,748 from the prior year. This increase represents the amount of revenues in excess of expenditures for the year ended June 30, 2025. This was primarily due to an increase in revenues and a decrease in expenditures.

Sutter-Yuba Mosquito & Vector Control District
Comparison

	FY 2024-2025	FY 2023-2024
Total revenue	\$ 5,640,706	\$ 5,483,725
Total expenditures	4,548,120	4,388,526
Excess of revenue over expenditures	1,092,586	1,095,199
Other financing sources (uses)	22,162	-
Fund Balance - Beginning	8,559,003	7,463,804
Fund Balance - Ending	\$ 9,673,751	\$ 8,559,003

SUTTER-YUBA MOSQUITO & VECTOR CONTROL DISTRICT
Management's Discussion and Analysis
For the Year Ended June 30, 2025

Total expenditures increased from \$4,388,526 to \$4,548,120, an increase of \$159,594 from the prior year.

Capital Assets and Debt Administration

Capital Assets

At the end of the current fiscal year, the District had net capital assets totaling \$1,334,809.

Debt Administration

At the end of the current fiscal year, the District's debt consisted of accrued compensated absences and net pension liability.

Economic Factors and Next Year's Budget

The operating budget for the fiscal year ending (FYE) June 30, 2025, is \$4,758,341 with an overall budget including Fixed Assets of \$4,994,841. The District's total revenues exceeded the overall operational expense budget by \$645,865.

The District's Benefit Assessment for the Meridian area is in its 31st year. The District is focused on maintaining control of mosquitoes at their breeding sources in the town of Meridian and at individual homes throughout the annexed area. By examining the actual costs to provide service to the annexed area and cutting back on some services including aerial applications and wide-area adulticiding, we are able to continue to impact mosquito abundance and potential mosquito-borne disease, to stay below the \$45 assessment cap established in Resolution 08-08-96, when Meridian was initially annexed.

The operating budget for the fiscal year ending (FYE) June 30, 2026, is \$5,376,827 with an overall budget including Fixed Assets of \$5,549,527. Revenues for the 2025-2026 fiscal year are expected to meet or exceed the operational expense budget. Some significant Fixed Asset expenditures include replacement of two vehicles, purchase of specialized mosquito control equipment, and an upgraded computer and software for GIS mapping.

The following factors were considered in preparing the District's budget for the FYE June 30, 2025:

- Continued need to effectively identify and respond to the occurrence of West Nile Virus and other vector-borne diseases within the District.
- Continued need to effectively prevent adult mosquitoes through the use of Integrated Vector Management, which includes public education and outreach programs, source reduction measures, biological control and appropriate use of mosquito larvicides, as well as the ability to quickly respond to high adult mosquito populations with appropriate adult mosquito control measures.
- Increase in costs or changes in availability of some mosquito control products and application equipment.
- Need to evaluate efficacy of mosquito control techniques and products and continually assess for pesticide resistance in the mosquito populations.
- Need to evaluate and protect against risk of new or emerging vectors and vector-borne disease in the District.
- Need to properly staff the District to provide a consistent service level.

SUTTER-YUBA MOSQUITO & VECTOR CONTROL DISTRICT
Management's Discussion and Analysis
For the Year Ended June 30, 2025

- Need to collaborate with neighboring vector control agencies, other local and state agencies, private property landowners/land managers, and state associations to address issues affecting vectors and vector control on a regional and state-wide basis.
- Continued need for maintenance of facility, vehicle fleet, field data collection and database systems, laboratory certifications, and equipment.
- Continued need to comply with the NPDES Vector Control General Permit.
- Continued need to fund requirements and procedures required by current and new legislative and regulatory measures.
- The need of surveillance and control after invasive *Aedes* mosquito detection(s).

Future Events that will financially impact the District:

- Expected need to add full-time staff to service an expanding residential population in areas within the District like Plumas Lake, Wheatland, and the new development in Sutter Pointe.
- Expected need to add full-time staff to mitigate a challenging temporary labor market.
- Expected need to comply with current and future legislation and regulations.
- Continued and/or increased West Nile Virus activity.
- The need to expand monitoring, surveillance, and control efforts to detect and control a possible reemergence of St. Louis Encephalitis.
- The need to respond to increased travel-related and locally transmitted dengue and malaria.
- Increasing costs for mosquito control materials, including for use on organic crops and those that current mosquito populations show resistance/tolerance to.
- Need to address invasive mosquito species and/or new mosquito-borne disease (e.g. *Aedes notoscriptus*, *Aedes aegypti*, *Aedes albopictus*, Chikungunya virus, Zika virus, dengue fever, yellow fever).
- Identify and address mosquito production areas and provide services to the new development in south Sutter County known as Sutter Pointe.
- Transition to electric vehicles and necessary infrastructure to provide secure charging facilities.

Request for Information

This financial report is designed to provide a general overview of the District's finances for all those interested. Questions concerning any of the information provided in this report or requests for additional information should be addressed to Steve Abshier, District Manager of the Sutter-Yuba Mosquito & Vector Control District, 701 Bogue Road, Yuba City, California 95991.

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Basic Financial Statements

- **Government-Wide Financial Statements**

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SUTTER-YUBA MOSQUITO & VECTOR CONTROL DISTRICT
Statement of Net Position
June 30, 2025

	Total Governmental Activities
ASSETS	
Cash and investments	\$ 8,833,406
Receivables:	
Interest	27,516
Lease	75,697
Inventory	578,484
Prepaid insurance	344,367
Net pension asset	185,947
Capital assets:	
Non-depreciable	143,812
Depreciable, net	1,190,997
Total capital assets	<u>1,334,809</u>
Total Assets	<u>11,380,226</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred pension adjustments	<u>238,886</u>
Total Deferred Outflows of Resources	<u>238,886</u>
LIABILITIES	
Accounts payable	79,280
Salaries and benefits payable	37,837
Long-term liabilities:	
Due within one year	170,708
Due in more than one year	7,921
Total Liabilities	<u>295,746</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred lease revenues	68,602
Deferred pension adjustments	177,119
Total Deferred Inflows of Resources	<u>245,721</u>
NET POSITION	
Net investment in capital assets	1,319,156
Restricted for:	
Public health	7,275,000
Unrestricted	2,483,489
Total Net Position	<u>\$ 11,077,645</u>

The notes to the basic financial statements are an integral part of this statement.

SUTTER-YUBA MOSQUITO & VECTOR CONTROL DISTRICT
Statement of Activities
For the Year Ended June 30, 2025

	Program Revenues			Net (Expense)	
Functions/Programs:	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Position
					Total Governmental Activities
Governmental activities:					
Public health	\$ 4,534,851	\$ 31,343	\$ 23,674	\$ -	\$ (4,479,834)
Interest on long-term debt	500	-	-	-	(500)
Total Governmental Activities	4,535,351	31,343	23,674	-	(4,480,334)
Total	\$ 4,535,351	\$ 31,343	\$ 23,674	\$ -	(4,480,334)
General revenues:					
Taxes:					
Property taxes					5,150,378
Interest and investment earnings					427,456
Miscellaneous					7,855
Gain from sale of asset					22,162
					5,607,851
					Total General Revenues
					1,127,517
					Change in Net Position
					9,993,653
					Net Position - Beginning
					(43,525)
					Change in accounting principle
					9,950,128
					Net Position - Beginning, as Restated
					\$ 11,077,645
					Net Position - Ending

The notes to the basic financial statements are an integral part of this statement.

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Basic Financial Statements

- **Fund Financial Statements**

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SUTTER-YUBA MOSQUITO & VECTOR CONTROL DISTRICT
Balance Sheet
Governmental Fund
June 30, 2025

	General
ASSETS	
Cash and investments	\$ 8,833,406
Receivables:	
Interest	27,516
Lease	75,697
Inventory	578,484
Prepaid insurance	344,367
Total Assets	\$ 9,859,470
LIABILITIES	
Accounts payable	\$ 79,280
Salaries and benefits payable	37,837
Total Liabilities	117,117
DEFERRED INFLOWS OF RESOURCES	
Deferred lease revenues	68,602
Total Deferred Inflows of Resources	68,602
FUND BALANCE	
Nonspendable	922,851
Committed	4,250,000
Assigned	3,025,000
Unassigned	1,475,900
Total Fund Balance	9,673,751
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	\$ 9,859,470

The notes to the basic financial statements are an integral part of this statement.

SUTTER-YUBA MOSQUITO & VECTOR CONTROL DISTRICT
Reconciliation of the Governmental Fund Balance Sheet to the
Government-Wide Statement of Net Position - Governmental Activities
June 30, 2025

Total Fund Balance - Total Governmental Fund	\$ 9,673,751
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental fund Balance Sheet.	1,334,809
Other long-term assets are not available to pay for current period expenditures and therefore are not reported in the governmental fund. Net pension asset	185,947
Deferred outflows of resources related to pension are not reported in the governmental fund.	238,886
Deferred inflows of resources related to pension are not reported in the governmental fund.	(177,119)
Certain liabilities are not due and payable in the current period and therefore are not reported in the governmental fund. Leases on right-to-use assets Compensated absences	(15,653) <u>(162,976)</u>
Net Position of Governmental Activities	<u><u>\$ 11,077,645</u></u>

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The notes to the basic financial statements are an integral part of this statement.

SUTTER-YUBA MOSQUITO & VECTOR CONTROL DISTRICT
Statement of Revenues, Expenditures and
Changes in Fund Balance
Governmental Fund
For the Year Ended June 30, 2025

	General
REVENUES	
Taxes and assessments	\$ 5,150,378
Intergovernmental revenue	23,674
Use of money and property	427,456
Charges for services	31,343
Other revenue	7,855
	<u>5,640,706</u>
Total Revenues	
EXPENDITURES	
Current public health:	
Salaries and benefits	2,232,992
Chemicals	1,267,888
Clothing and personal supplies	19,290
Communications	14,432
Household expenses	1,462
Insurance	63,860
Repairs and maintenance	55,977
Memberships	15,626
Office expenses	27,273
Professional services	514,781
Publications and legal notices	22,647
Rents and leases	5,120
Small tools and supplies	722
Special department expense	9,376
Transportation and travel	52,717
Utilities	16,684
Miscellaneous	257
Debt service:	
Principal	12,500
Interest	500
Capital Outlay	214,016
	<u>4,548,120</u>
Total Expenditures	
	<u>4,548,120</u>
Excess of Revenues Over (Under) Expenditures	<u>1,092,586</u>
OTHER FINANCING SOURCES (USES)	
Proceeds from sale of capital assets	22,162
	<u>22,162</u>
Total Other Financing Sources (Uses)	
	<u>22,162</u>
Net Change in Fund Balance	1,114,748
Fund Balance - Beginning	8,559,003
Fund Balance - Ending	<u>\$ 9,673,751</u>

The notes to the basic financial statements are an integral part of this statement.

SUTTER-YUBA MOSQUITO & VECTOR CONTROL DISTRICT
Reconciliation of the Statement of Revenues, Expenditures and
Changes in Fund Balance of the Governmental Fund to the
Government-Wide Statement of Activities - Governmental Activities
For the Year Ended June 30, 2025

Net Change in Fund Balance - Total Governmental Fund	\$ 1,114,748
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlay as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	
Expenditures for capital outlay	214,016
Less current year depreciation/amortization	(183,880)
Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position. Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.	
Principal retirements	12,500
Certain changes in deferred outflows and deferred inflows of resources reported in the Statement of Activities are related to long-term liabilities and are not reported in the governmental fund.	
Change in deferred outflows of resources related to pension	(11,110)
Change in deferred inflows of resources related to pension	19,249
Some expenses reported in the Statement of Activities, do not require the use of current financial resources and therefore are not reported as expenditures in the governmental fund.	
Change in compensated absences	(7,915)
Change in net pension asset	<u>(30,091)</u>
Change in Net Position of Governmental Activities	<u>\$ 1,127,517</u>

The notes to the basic financial statements are an integral part of this statement.

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Basic Financial Statements

- **Notes to Basic Financial Statements**

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SUTTER-YUBA MOSQUITO & VECTOR CONTROL DISTRICT
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Sutter-Yuba Mosquito & Vector Control District is a special district within Sutter and Yuba Counties governed by an independent seven-member Board of Trustees. The District was formed in 1946 with the primary goal to conduct field surveillance to facilitate the detection and control of mosquitos in order to suppress their populations and prevent the transmission of mosquito borne diseases. The basic operations of the District are supported by ad valorem property taxes.

Component Units

Generally accepted accounting principles require government financial statements to include the primary government and its component units. Component units of a governmental entity are legally separate entities for which the primary government is considered to be financially accountable and for which the nature and significance of their relationship with the primary government are such that exclusion would cause the combined financial statements to be misleading. The primary government is considered to be financially accountable if it appoints a majority of an organization's governing body and is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to or impose specific financial burdens on the primary government.

Based on the application of the criteria set forth by the Governmental Accounting Standards Board, management has determined that there are no component units of the District.

Joint Agencies

The District is a member of the Vector Control Joint Powers Authority (VCJPA). The VCJPA was established in 1979 for the purpose of funding and developing programs to provide various insurance coverages for its member mosquito abatement and vector control districts in California. The VCJPA is a public entity risk pool operating a common risk management insurance program and organized pursuant to the provisions of the California Government Code for the purpose of providing insurance coverage for member districts. VCJPA is a Joint Powers Agency of 35 mosquito abatement and/or vector control districts in the State of California. Complete audited financial statements can be obtained at 1750 Creekside Oaks Drive, Suite 200, Sacramento, CA 95833. The District is not financially accountable for this organization and therefore it is not a component unit under Statement Nos. 14, 39 and 61 of the Governmental Accounting Standards of Board.

B. Basis of Presentation

Government-Wide Financial Statements

The Statement of Net Position and Statement of Activities display information on all of the activities of the District. These statements include the financial activities of the overall District. These statements report the governmental activities of the District, which are normally supported by taxes, assessments and intergovernmental revenues. The District had no business-type activities at June 30, 2025.

SUTTER-YUBA MOSQUITO & VECTOR CONTROL DISTRICT
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (Continued)

Government-Wide Financial Statements (Continued)

The Statement of Activities presents a comparison between direct expenses and program revenues for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and; therefore, are clearly identifiable to a particular function. Program revenues include 1) charges paid by the recipients of goods and services offered by the program, 2) operating grants and contributions, and 3) capital grants and contributions. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Fund Financial Statements

Fund financial statements of the District are organized into one fund, which is considered to be a separate accounting entity. The fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues, and expenditures. The fund of the District is organized into the governmental category and is treated as a major fund.

The District reports the following major governmental fund:

- The General fund is used to account for all revenues and expenditures necessary to carry out basic governmental activities of the District.

C. Basis of Accounting and Measurement Focus

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recognized when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the District gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, assessments, grants, entitlements, and donations. Under the accrual basis, revenue from property taxes and assessments is recognized in the fiscal year for which the taxes are levied. Revenues from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. Property taxes, assessments, interest, certain state and federal grants and charges for services are considered susceptible to accrual and are accrued when their receipt occurs within thirty days after the end of the fiscal year. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures as well as expenditures related to claims and judgments are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of governmental long-term debt and acquisitions under leases are reported as other financing sources.

D. Non-Current Governmental Assets/Liabilities

Non-current governmental assets and liabilities, such as capital assets and long-term liabilities, are reported in the governmental activities column in the government-wide Statement of Net Position.

SUTTER-YUBA MOSQUITO & VECTOR CONTROL DISTRICT
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Investments

The District pools all cash and investments with the County of Sutter. The Sutter County Treasury is an external investment pool for the District and the District is considered an involuntary participant. The District's share in this pool is displayed in the accompanying financial statements as cash and investments.

Participant's equity in the investment pool is determined by the dollar amount of participant deposits, adjusted for withdrawals and distributed investment income. Investment income is determined on an amortized cost basis. Interest payments, accrued interest, accreted discounts, amortized premiums, and realized capital gains and losses, net of administrative fees, are apportioned to pool participants every quarter. This method differs from the fair value method used to value investments in these financial statements as unrealized gains or losses are not apportioned to pool participants.

F. Receivables

Receivables for governmental activities consist mainly of interest and lease revenues. Management believes its receivables are fully collectible and, accordingly, no allowance for doubtful accounts is required.

G. Other Assets

Inventory

Inventory is stated at cost using the first-in, first-out method of accounting. Inventory consists of chemicals. The cost of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased.

Investments in JPA

The District's cash reserve in the Vector Control Joint Powers Authority is recorded as Prepaid Insurance on the government-wide and fund financial statements. The net change is shown as an income or expense item.

H. Capital Assets

Capital assets are defined by the District as assets with a cost of \$2,500 or more and a useful life of 5 years or more. Capital assets, including public domain infrastructure, are recorded at historical or estimated historical cost if actual historical cost is unavailable. Contributed capital assets are recorded at their acquisition value at the date of donation.

Capital assets used in operations are depreciated or amortized using the straight-line method over the assets' estimated useful lives in the government-wide financial statements. The range of estimated useful lives by type of asset is as follows:

<u>Depreciable Asset</u>	<u>Estimated Lives</u>
Structures and improvements	30 years
Equipment	7-15 years
Office furniture and equipment	5 years

SUTTER-YUBA MOSQUITO & VECTOR CONTROL DISTRICT
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Capital Assets (Continued)

Maintenance and repairs are charged to operations when incurred. Betterments and major improvements which significantly increase values, change capacities or extend useful lives are capitalized. Upon sale or retirement of capital assets, the cost and related accumulated depreciation are removed from the respective accounts and any resulting gain or loss is included in the results of operations.

I. Compensated Absences

The District's policy regarding compensated absences is to permit employees to accumulate earned but unused vacation leave, sick leave and comp time. In accordance with GASB Statement No. 101, Compensated Absences, leave is recognized when it is attributable to services already rendered, the leave accumulates, and the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. Management evaluates sick leave for other District employees to determine the amount that is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. In the government-wide financial statements the accrued compensated absences is recorded as an expense and related liability, with the current portion estimated based on historical trends. In the governmental fund financial statements, the expenditures and liabilities related to those obligations are recognized only when they mature.

J. Pension

The Sutter-Yuba Mosquito & Vector Control District is the sole plan sponsor and contributor of a defined benefit pension plan administered by the Sutter-Yuba Mosquito & Vector Control District for the benefit of District employees. Investments are reported at fair value.

Generally accepted accounting principles require that the reported results must pertain to liability and asset information within certain defined timeframes. For this report, the following timeframes are used:

Valuation Date	June 30, 2024
Measurement Date	June 30, 2025
Measurement Period	June 30, 2024, to June 30, 2025

K. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to future periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. The District has one item that qualifies for reporting in this category. The item relates to the outflows from changes in the net pension liability and is reportable on the Statement of Net Position.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. The District has two items that qualify for reporting in this category. The first item relates to the deferred inflows from leases receivable. The second item relates to the inflows from changes in the net pension liability and is reportable on the Statement of Net Position.

SUTTER-YUBA MOSQUITO & VECTOR CONTROL DISTRICT
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

L. Property Tax

Sutter and Yuba Counties are responsible for the collection and allocation of property taxes. Under California law, property taxes are assessed and collected by the County of Sutter and County of Yuba up to 1 percent of the full cash value of taxable property, plus other increases approved by the voter and distributed in accordance with statutory formulas.

The valuation/lien date for all taxes is January 1. Secured property tax is due in two installments, the first is due November 1 and delinquent with penalties after December 10; the second is due February 1 and delinquent with penalties after April 10. Unsecured property tax is due on March 1 and becomes delinquent if unpaid on August 31.

The Counties use the alternative method of property tax apportionment known as the "Teeter Plan". Under this method of property tax apportionment, the Counties remit the entire amount levied and handle all delinquencies, retaining interest and penalties.

M. Assessments

The District levies special assessments on the property owners within the District boundaries. An assessment of \$37.88 was levied upon taxable parcels of land within the Meridian area of the District. The special assessments are collected along with property taxes by Sutter and Yuba Counties.

Sutter and Yuba Counties assess properties, bill, collect, and distribute the assessments to the District.

Assessments are due in two installments (secured roll) on November 1 and February 1 and become delinquent after December 10 and April 10, respectively.

N. Estimates

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

O. Implementation of Governmental Accounting Standards Board (GASB) Statements

The following Governmental Accounting Standards Board (GASB) Statements have been implemented, if applicable, in the current financial statements.

Statement No. 101, Compensated Absences. The objective of this statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures.

Statement No. 102, Certain Risk Disclosures. The objective of this statement is to provide users of government financial statements with essential information about its risks related to a government's vulnerabilities due to certain concentrations or constraints.

SUTTER-YUBA MOSQUITO & VECTOR CONTROL DISTRICT
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

P. Future Accounting Pronouncements

The following GASB Statements will be implemented, if applicable, in future financial statements:

Statement No. 103 “Financial Reporting Model Improvements” The requirements of this statement are effective for fiscal years beginning after June 15, 2025. (FY 25/26)

Statement No. 104 “Disclosure of Certain Capital Assets” The requirements of this statement are effective for fiscal years beginning after June 15, 2025. (FY 25/26)

NOTE 2: CHANGE IN ACCOUNTING PRINCIPLE

Change in Accounting Principle – As the result of implementing GASB Statement No. 101, the District has restated the beginning net position in the government-wide Statement of Net Position, effectively decreasing net position as of July 1, 2024, by \$43,525. The decrease results from increasing compensated absences at the beginning of the fiscal year. The District has restated its long-term liabilities as of June 30, 2024.

	Governmental Activities
Beginning Net Position, July 1, 2024	\$ 9,993,653
Change in Accounting Principle:	
Compensated absences – sick leave	(43,525)
Adjusted Beginning Net Position, July 1, 2024	\$ 9,950,128

NOTE 3: CASH AND INVESTMENTS

A. Financial Statement Presentation

As of June 30, 2025, the District’s cash and investments consisted of the following:

Cash:	
Cash on hand	\$ 200
Total Cash	200
Investments:	
Sutter County Treasurer’s Pool	8,833,206
Total Investments	8,833,206
Total Cash and Investments	\$ 8,833,406

SUTTER-YUBA MOSQUITO & VECTOR CONTROL DISTRICT
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

NOTE 3: CASH AND INVESTMENTS (CONTINUED)

B. Investments

The District has an investment policy, the purpose of which is to provide the basis for the management of a prudent conservative investment program. At June 30, 2025, all investments of the District were in the County of Sutter investment pool. Under the provisions of the County's investment policy and the California Government Code, the County may invest or deposit in the following:

- U.S. Treasury Notes, Bonds, Bills
- U.S. Government Agencies
- Medium-Term Notes
- Commercial Paper of Prime Quality
- Negotiable Certificates of Deposit
- Local Agency Investment Fund (LAIF)
- California Asset Management Program (CAMP)
- Investment Trust of California (CalTRUST)
- Bankers' Acceptances
- Repurchase Agreements
- Certificates of Deposit
- Money Market Mutual Funds
- State or Local Agency Obligations

Fair Value of Investments - The District measures and records its investments using fair value measurement guidelines established by generally accepted accounting principles. These guidelines recognize a three-tiered fair value hierarchy as follows:

- Level 1: Quoted prices for identical investments in active markets;
- Level 2: Observable inputs other than quoted market prices; and,
- Level 3: Unobservable inputs

The District's position in external investment pools is in itself regarded as a type of investment and looking through to the underlying investments of the pool is not appropriate. Therefore, the District's investment in external investment pools are not recognized in the three-tiered fair value hierarchy described above.

At June 30, 2025, the District had the following recurring fair value measurements:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Fair Value Measurements Using</u>		
		<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Investments by Fair Value Level				
None	\$ -	\$ -	\$ -	\$ -
Total Investments Measured at Fair Value	-	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Investments in External Investment Pool				
Sutter County Treasurer's Pool	<u>8,833,206</u>			
Total Investments	<u>\$ 8,833,206</u>			

SUTTER-YUBA MOSQUITO & VECTOR CONTROL DISTRICT
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

NOTE 3: CASH AND INVESTMENTS (CONTINUED)

B. Investments (Continued)

Interest Rate Risk - Interest rate risk is the risk of loss due to the fair value of an investment falling due to interest rates rising. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates. To limit exposure to fair value losses from increases in interest rates, the County's investment policy limits investment maturities to a term appropriate to the need for funds so as to permit the County to meet all projected obligations.

Credit Risk - Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The County's investment policy sets specific parameters by type of investment to be met at the time of purchase. As of June 30, 2025, the District's investments were all held in the County of Sutter Investment Pool which is not rated by a nationally recognized statistical rating organization.

Custodial Credit Risk - Custodial credit risk for investments is the risk that, in the event of the failure of a depository financial institution, the District will not be able to recover its deposits or collateral securities that are in the possession of an outside party. Custodial credit risk does not apply to a local government's indirect investments in securities through the use of mutual funds or government investment pools.

Concentration of Credit Risk - Concentration of credit risk is the risk of loss attributed to the magnitude of the District's investment in a single issuer of securities. When investments are concentrated in one issuer, this concentration presents a heightened risk of potential loss. State law and the investment policy of the County contain limitations on the amount that can be invested in any one issuer. All investments of the District were in the Sutter County investment pool which contains a diversification of investments.

C. Investments in External Pool

The Sutter County Pooled Investment Fund is a pooled investment fund program governed by the County which monitors and reviews the management of public funds maintained in the investment pool in accordance with the County investment policy and the California Government Code. The Board of Supervisors review and approve the investment policy annually. The County Treasurer prepares and submits a comprehensive investment report to the Board of Supervisors every month. The report covers the type of investments in the pool, maturity dates, par value, actual cost and fair value. Investments in the Sutter County Pooled Investment Fund are highly liquid as deposits and withdrawals can be made at any time without penalty. The Pool does not impose a maximum investment limit. Required disclosure information regarding categorization of investments and other deposit and investment risk disclosures can be found in the County's financial statements. The County of Sutter's financial statements may be obtained by contacting the County of Sutter Auditor Controller's office at 1160 Civic Center Blvd. #D, Yuba City, CA 95993.

NOTE 4: LEASES RECEIVABLE

The District is the lessor under two lease agreements, which meet the lease criteria defined by GASB Statement No. 87, Leases.

The District's lease receivable is measured at the present value of the lease payments expected to be received during the lease term. A deferred inflow of resources is recorded for the lease. The deferred inflow is recorded at the initiation of the lease in an amount equal to the initial recording of the lease receivable. The deferred inflow of resources is amortized on a straight-line basis over the term of the lease.

SUTTER-YUBA MOSQUITO & VECTOR CONTROL DISTRICT
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

NOTE 4: LEASES RECEIVABLE (CONTINUED)

On May 1, 2021, the District entered into a six-month lease to lease a warehouse building located at 905 Market Street, Yuba City, to the lessee. The initial fixed payment was \$1,500 per month. The lease was amended on November 18, 2024, to extend the lease term an additional 36 months through October 31, 2027. The fixed payment increases each November.

On January 1, 2024, the District entered into a one-year lease to lease an office building located at 925 Market Street, Yuba City, to the lessee. The fixed payment was \$1,800 per month.

Leases receivable are measured at the present value of the future minimum rent payments expected to be received during the lease terms at an incremental borrowing rate of 0.20% for the 905 Market Street lease and 2.63% for the 925 Market Street property.

In fiscal year 2024/2025, the District recognized \$43,825 of lease revenue and \$6,314 of interest revenue under the leases, which is included in use of money on the Statement of Revenue, Expenditures, and Changes in Fund Balance – Governmental Funds.

The cost of the leased space is included in the structures and improvements category in Note 5, and the amount of accumulated depreciation thereon. The amount of cost attributable to only the leased space is not determinable and therefore not disclosed here.

The future minimum lease payments are due as follows:

<u>Year Ended</u> <u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 38,532	\$ 7,385	\$ 45,917
2027	30,101	3,566	33,667
2028	7,064	297	7,361
Total	<u>\$ 75,697</u>	<u>\$ 11,248</u>	<u>\$ 86,945</u>

SUTTER-YUBA MOSQUITO & VECTOR CONTROL DISTRICT
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

NOTE 5: CAPITAL ASSETS

Capital assets activity for the year ended June 30, 2025, was as follows:

	Balance July 1, 2024	Additions	Retirements	Balance June 30, 2025
Capital Assets, Not Being Depreciated				
Land	\$ 143,812	\$ -	\$ -	\$ 143,812
Total Capital Assets, Not Being Depreciated	143,812	-	-	143,812
Capital Assets, Being Depreciated				
Right-to-use leased asset	52,272	-	-	52,272
Structures and improvements	1,253,852	21,059	-	1,274,911
Machinery and equipment	1,733,314	192,957	-	1,926,271
Total Capital Assets, Being Depreciated	3,039,438	214,016	-	3,253,454
Less Accumulated				
Depreciation/Amortization For:				
Right-to-use leased asset	(24,776)	(12,388)	-	(37,164)
Structures and improvements	(616,998)	(39,171)	-	(656,169)
Machinery and equipment	(1,236,803)	(132,321)	-	(1,369,124)
Total Accumulated Depreciation/Amortization	(1,878,577)	(183,880)	-	(2,062,457)
Total Capital Assets, Being Depreciated, Net	1,160,861	30,136	-	1,190,997
Total Capital Assets, Net	\$ 1,304,673	\$ 30,136	\$ -	\$ 1,334,809

Depreciation/Amortization

Depreciation/amortization expense was charged to governmental activities as follows:

Public Health	\$ 183,880
Total Depreciation/Amortization Expense	\$ 183,880

NOTE 6: LONG-TERM LIABILITIES

The following is a summary of changes in long-term liabilities for the year ended June 30, 2025:

Type of Indebtedness	Balance July 1, 2024	Additions	Retirements	Balance June 30, 2025	Amounts Due Within One Year
Right to use leases	\$ 28,153	\$ -	(\$ 12,500)	\$ 15,653	\$ 7,732
Compensated absences*	111,536	51,440	-	162,976	162,976
Total	\$ 139,689	\$ 51,440	(\$ 12,500)	\$ 178,629	\$ 170,708

*The compensated absences activity shown in the table above is presented on a net increase basis as permitted by GASB Statement No. 101.

SUTTER-YUBA MOSQUITO & VECTOR CONTROL DISTRICT
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

NOTE 7: LEASES

Right-to-Use Leases

The District has entered into agreements to lease certain land. The lease agreements qualify as other than short-term leases under GASB 87 and, therefore, have been recorded at the present value of the future minimum lease payments as of the date of their inception.

The first lease agreement was executed on May 31, 2022, for the period of July 1, 2022, through June 30, 2027, to lease 9 acres of land and required payments of \$4,500 each November. There are variable components of this lease, which are expensed as incurred in accordance with GASB 87. The lease liability is measured at the incremental borrowing rate of 2.40%, which was the rate established by the State of California. As a result of this lease, the District recorded a right to use asset with a net book value of \$8,498.

The second lease agreement was executed on May 31, 2022, for the period of July 1, 2022, through June 30, 2027, to lease 7 acres of land and required payments of \$3,500 each November. There are variable components of this lease, which are expensed as incurred in accordance with GASB 87. The lease liability is measured at the incremental borrowing rate of 2.40%, which was the rate established by the State of California. As a result of this lease, the District recorded a right-to-use asset with a net book value of \$6,610.

As of June 30, 2025, principal and interest requirements to maturity were as follows:

Year Ended June 30	Right-to-Use Leases		
	Principal	Interest	Total
2026	\$ 7,733	\$ 250	\$ 7,983
2027	7,920	71	7,991
Total	\$ 15,653	\$ 321	\$ 15,974

NOTE 8: NET POSITION

The government-wide financial statements utilize a net position presentation. Net position is categorized as net investment in capital assets, restricted and unrestricted.

- **Net investment in capital assets** - consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets.
- **Restricted net position** - consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- **Unrestricted net position** - all other net position that does not meet the definition of “restricted” or “net investment in capital assets”.

Net Position Flow Assumption

When a government funds outlays for a particular purpose from both restricted and unrestricted resources, a flow assumption must be made about the order in which the resources are considered to be applied. When both restricted and unrestricted net position are available, it is considered that restricted resources are used first, followed by the unrestricted resources.

SUTTER-YUBA MOSQUITO & VECTOR CONTROL DISTRICT
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

NOTE 9: FUND BALANCE

As prescribed by GASB Statement No. 54, governmental funds report fund balance in classifications based primarily on the extent to which the District is bound to honor constraints on the specific purposes for which amounts in the funds can be spent. Fund balances for governmental funds can be made up of the following:

- **Nonspendable fund balance** - amounts that cannot be spent because they are either (a) not in spendable form, or (b) legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash, for example: inventories and prepaid amounts.
- **Restricted fund balance** - amounts with constraints placed on their use that are either (a) externally imposed by creditors, grantors, contributors, or laws and regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation. Restrictions may effectively be changed or lifted only with the consent of resource providers.
- **Committed fund balance** - amounts that can only be used for the specific purposes determined by formal action of the District’s highest level of decision-making authority. The Board of Trustees is the highest level of decision-making authority for the District that can, by Board action, commit fund balance. Once adopted, the limitation imposed remains in place until a similar action is taken to remove or revise the limitation. The underlying action that imposed the limitation needs to occur no later than the close of the reporting period.
- **Assigned fund balance** - amounts that are constrained by the District’s intent to be used for specific purposes. The intent can be established at either the highest level of decision-making, or by a body or an official designated for that purpose.
- **Unassigned fund balance** - the residual classification for the District’s General fund that includes all amounts not contained in the other classifications.

SUTTER-YUBA MOSQUITO & VECTOR CONTROL DISTRICT
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

NOTE 9: FUND BALANCE (CONTINUED)

The fund balance for the governmental fund as of June 30, 2025, was distributed as follows:

	General Fund
Nonspendable:	
Inventory	\$ 578,484
Prepaid insurance	344,367
Subtotal	922,851
Committed to:	
Special district projects	2,250,000
Capital outlay	1,500,000
Budget stabilization	500,000
Subtotal	4,250,000
Assigned to:	
Research	75,000
Operations	2,000,000
Equipment replacement	100,000
Vehicle replacement	125,000
Invasive Aedes Detection Response	100,000
Vector-Borne Diseases Emergency	625,000
Subtotal	3,025,000
Unassigned	1,475,900
Total	\$ 9,673,751

Fund Balance Flow Assumption

When a government funds outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance), a flow assumption must be made about the order in which the resources are considered to be applied. When both restricted and unrestricted fund balance are available, it is considered that restricted fund balance is depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Fund Balance Policy

The Board of Trustees has adopted a fund balance policy for financial statement reporting. The policy establishes procedures for reporting fund balance classifications, establishes prudent reserve requirements and establishes a hierarchy of fund balance expenditures. The policy also provides for a measure of financial protection for the District against unforeseen circumstances and to comply with GASB 54. The minimum unrestricted fund balance may be recognized within the committed, assigned, or unassigned classifications.

SUTTER-YUBA MOSQUITO & VECTOR CONTROL DISTRICT
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

NOTE 10: PENSION PLAN (CONTINUED)

A. General Information about the Pension Plan (Continued)

Contributions

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Funding contributions for the Plan is determined annually on an actuarial basis as of June 30 by a certified actuary. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The District is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. Since the Plan is closed to non-enrollment, the District is responsible for funding the promised retirement benefits of their retirees in the Plan. The District retains services from certified actuary to determine the annual contribution. The actuarially determined contribution for the year ended June 30, 2025, was \$12,658.

For the year ended June 30, 2025, the contributions recognized as part of pension expense for the Plan were as follows:

	<u>Contributions-Employer</u>	<u>Contributions-Employee (Paid by Employer)</u>
Miscellaneous	\$ 15,916	\$ -

The District's net pension liability for the Plan is measured as the total pension liability, less the pension plan's fiduciary net position. The net pension liability of the Plan is measured as of June 30, 2025, using an annual actuarial valuation as of June 30, 2024. A summary of principal assumptions and methods used to determine the net pension liability is shown below.

B. Net Pension Liability

Actuarial Assumptions

The total pension liability in the June 30, 2024, actuarial valuation was determined using the following actuarial assumptions:

Valuation Date	June 30, 2024
Measurement Date	June 30, 2025
Actuarial Cost Method	Entry Age Normal Cost (level percent of pay)
Asset Valuation Method	Market Value of Assets
Expected Long-Term Return on Assets	5.00%
Discount Rate	5.00%
Salary Increase	5.50% per year
General Inflation Rate	2.50% per year

SUTTER-YUBA MOSQUITO & VECTOR CONTROL DISTRICT
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

NOTE 10: PENSION PLAN (CONTINUED)

B. Net Pension Liability (Continued)

Discount Rate

The discount rate used to measure the total pension liability was 5.00 percent for the Plan. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that contributions from the District will be made at contractually required rates, actuarially determined. Based on those assumptions, the pension fund's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. In theory, the discount rate may differ from the long-term expected rate of return discussed previously. However, based on the projected availability of the pension fund's fiduciary net position, the discount rate is equal to the long-term expected rate of return on pension plan investments, and was applied to all periods of projected benefit payments to determine the total pension liability.

C. Changes in the Net Pension Liability

As of June 30, 2025, the changes in the net pension liability of the single-employer defined benefit pension plan is as follows:

	Total Pension Liability	Increase (Decrease) Plan Fiduciary Net Position	Net Pension Liability/(Asset)
Miscellaneous:			
Balance at June 30, 2024	\$ 1,790,873	\$ 2,006,911	(\$ 216,038)
Changes in the year:			
Service cost	72,747	-	72,747
Interest cost	93,181	-	93,181
Expected investment income	-	100,662	(100,662)
Employer contributions	-	12,658	(12,658)
Benefit payments	51,660	-	51,660
Unexpected changes during the period	-	74,177	(74,177)
Net changes	<u>217,588</u>	<u>187,497</u>	<u>30,091</u>
Balance at June 30, 2025	<u>\$ 2,008,461</u>	<u>\$ 2,194,408</u>	<u>(\$ 185,947)</u>

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate

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

	1% Decrease 4.00%	Discount Rate 5.00%	1% Increase 6.00%
Miscellaneous	\$ 224,571	(\$ 185,947)	(\$ 504,568)

Pension Plan Fiduciary Net Position

Detailed information about the Pension Plan's fiduciary net position is available in the separately issued Actuarial Valuation Report prepared by MacLeod Watts.

SUTTER-YUBA MOSQUITO & VECTOR CONTROL DISTRICT
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

NOTE 10: PENSION PLAN (CONTINUED)

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

For the year ended June 30, 2025, the District recognized pension expense of \$34,610. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ 136,349	(\$ 33,633)
Change of assumptions	102,537	(52,945)
Differences between projected and actual earnings on pension plan investments	<u>-</u>	<u>(90,541)</u>
Total	<u>\$ 238,886</u>	<u>(\$ 177,119)</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized as pension expense as follows:

<u>Year Ended June 30</u>	
2026	\$ 58,046
2027	(30,909)
2028	(9,522)
2029	11,284
2030	8,008
Thereafter	<u>24,860</u>
Total	<u>\$ 61,767</u>

NOTE 11: DEFINED CONTRIBUTION RETIREMENT PLAN

During the year ended June 30, 2014, Sutter-Yuba Mosquito & Vector Control District established a defined contribution retirement plan. All permanent employees are eligible to participate in the plan. The plan is funded on a pay-as-you-go (cash) basis. During the year ended June 30, 2025, 17 employees participated in the program at a cost to the District of \$135,479.

NOTE 12: RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

There is no claims liability to be reported on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

There are no significant reductions in insurance coverage from prior years and there have been no settlements exceeding the insurance coverages for each of the past three fiscal years.

SUTTER-YUBA MOSQUITO & VECTOR CONTROL DISTRICT
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

NOTE 12: RISK MANAGEMENT (CONTINUED)

The District is a member of Vector Control Joint Powers Agency (VCJPA), a joint powers agency which provides the District with a shared risk layer of coverage above the self-insured required retentions for liability and workers' compensation. The VCJPA is composed of 35 member districts and is governed by a board of directors. The governing board has authority over budgeting and financing. The District pays an annual premium to VCJPA for its insurance coverage.

VCJPA is a joint powers agency organized in accordance with Article 1, Chapter 5, Division 7, Title 1 of the California Government Code. The purpose is to create a common pool of funds to be used to meet obligations of the parties to provide workers' compensation benefits for their employees and to provide excess liability insurance. The District provides claims processing administrative services, risk management services, and actuarial studies. The District trustees do not have significant oversight responsibility, since they evenly share all factors of responsibility with the other districts. However, ultimate liability for payment of claims and insurance premiums resides with member districts. The Agency is empowered to make supplemental assessments as needed to eliminate deficit positions of member districts. If the VCJPA becomes insolvent, the District is responsible only to the extent of any deficiency in its equity balance.

Upon termination of the VCJPA agreement, all property of the Agency will vest in the respective parties which theretofore transferred, conveyed or leased said property to the Agency. Any surplus of funds will be returned to the parties in proportion to actual balances of each equity.

The District's investment in the VCJPA of \$344,367 is recorded in the General fund as prepaid insurance. The net change is shown as an income or expense item in the General fund.

NOTE 13: OTHER INFORMATION

A. Subsequent Events

Management has evaluated events subsequent to June 30, 2025, through January 29, 2026, the date on which the financial statements were available for issuance. Management has determined no subsequent events requiring disclosure have occurred.

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**Required Supplementary Information
(Unaudited)**

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SUTTER-YUBA MOSQUITO & VECTOR CONTROL DISTRICT
Required Supplementary Information
District Pension Plan
Schedule of Changes in Net Pension Liability and Related Ratios
For the Year Ended June 30, 2025
Last 10 Years*

Measurement Date	2016/17	2017/18	2018/19	2019/20
Miscellaneous				
Total Pension Liability				
Service Cost	\$ 92,375	\$ 95,146	\$ 100,760	\$ 64,039
Interest	205,872	190,720	176,095	137,004
Change of assumptions	-	-	-	181,327
Plan experience	9,096	-	189,459	121,826
Benefit payments, including refunds of employee contributions	(1,226,305)	-	(1,167,969)	(1,254,833)
Net Change in Total Pension Liability	(918,962)	285,866	(701,655)	(750,637)
Total Pension Liability - Beginning	4,638,212	3,719,250	4,005,116	3,303,461
Total Pension Liability - Ending (a)	\$ 3,719,250	\$ 4,005,116	\$ 3,303,461	\$ 2,552,824
Plan Fiduciary Net Position				
Contributions - employer	\$ 339,987	\$ 241,000	\$ 189,861	\$ 91,027
Net investment income	180,965	182,404	175,937	136,274
Investment experience	170,480	56,801	101,763	(155,936)
Benefit payments, including refunds of employee contributions	(1,226,305)	-	(1,167,969)	(1,254,833)
Net Change in Plan Fiduciary Net Position	(534,873)	480,205	(700,408)	(1,183,468)
Plan Fiduciary Net Position - Beginning	4,062,457	3,527,584	4,007,789	3,307,381
Plan Fiduciary Net Position - Ending (b)	\$ 3,527,584	\$ 4,007,789	\$ 3,307,381	\$ 2,123,913
Net Pension Liability (Asset) - Ending (a)-(b)	\$ 191,666	\$ (2,673)	\$ (3,920)	\$ 428,911
Plan fiduciary net position as a percentage of the total pension liability	94.85%	100.07%	100.12%	83.20%
Covered payroll	\$ 503,802	\$ 528,160	\$ 440,844	\$ 364,466
Net pension liability (asset) as a percentage of covered payroll	38.04%	-0.51%	-0.89%	117.68%

* The District implemented GASB 68 for fiscal year June 30, 2017, therefore only nine years are shown.

<u>2020/21</u>	<u>2021/22</u>	<u>2022/23</u>	<u>2023/24</u>	<u>2024/25</u>
\$ 88,847	\$ 65,671	\$ 74,302	\$ 91,900	\$ 72,747
111,750	114,561	120,726	123,638	93,181
(19,488)	(63,694)	36,020	-	-
(20,370)	(1,876)	(28,281)	25,234	51,660
(488,007)	-	-	(992,884)	-
(327,268)	114,662	202,767	(752,112)	217,588
2,552,824	2,225,556	2,340,218	2,542,985	1,790,873
<u>\$ 2,225,556</u>	<u>\$ 2,340,218</u>	<u>\$ 2,542,985</u>	<u>\$ 1,790,873</u>	<u>\$ 2,008,461</u>
\$ 371,282	\$ 75,000	\$ 66,122	\$ 15,916	\$ 12,658
607,246	(236,363)	231,224	233,462	174,839
-	-	-	-	-
(488,007)	-	-	(992,884)	-
490,521	(161,363)	297,346	(743,506)	187,497
2,123,913	2,614,434	2,453,071	2,750,417	2,006,911
<u>\$ 2,614,434</u>	<u>\$ 2,453,071</u>	<u>\$ 2,750,417</u>	<u>\$ 2,006,911</u>	<u>\$ 2,194,408</u>
<u>\$ (388,878)</u>	<u>\$ (112,853)</u>	<u>\$ (207,432)</u>	<u>\$ (216,038)</u>	<u>\$ (185,947)</u>
117.47%	104.82%	108.16%	112.06%	109.26%
\$ 317,166	\$ 335,891	\$ 359,298	\$ 362,972	\$ 281,760
-122.61%	-33.60%	-57.73%	-59.52%	-65.99%

SUTTER-YUBA MOSQUITO & VECTOR CONTROL DISTRICT
Required Supplementary Information
District Pension Plan
Schedule of Contributions
For the Year Ended June 30, 2025
Last 10 Years*

Fiscal Year	<u>2016/17</u>	<u>2017/18</u>	<u>2018/19</u>	<u>2019/20</u>
Miscellaneous				
Contractually required contributions (actuarially determined)	\$ 322,941	\$ 207,545	\$ 189,861	\$ 92,575
Contributions in relation to the actuarially determined contributions	<u>(339,987)</u>	<u>(241,000)</u>	<u>(189,861)</u>	<u>(91,027)</u>
Contribution deficiency (excess)	<u>\$ (17,046)</u>	<u>\$ (33,455)</u>	<u>\$ -</u>	<u>\$ 1,548</u>
Covered payroll	\$ 503,802	\$ 528,160	\$ 440,844	\$ 364,466
Contributions as a percentage of covered payroll	67.48%	45.63%	43.07%	24.98%

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* The District implemented GASB 68 for fiscal year June 30, 2017, therefore only nine years are shown.

<u>2020/21</u>	<u>2021/22</u>	<u>2022/23</u>	<u>2023/24</u>	<u>2024/2025</u>
\$ 249,856	\$ 37,496	\$ 61,122	\$ 15,916	\$ 12,658
(371,282)	(75,000)	(66,122)	(15,916)	(12,658)
<u>\$ (121,426)</u>	<u>\$ (37,504)</u>	<u>\$ (5,000)</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 317,166 117.06%	\$ 335,891 22.33%	\$ 359,298 18.40%	\$ 362,972 4.38%	\$ 281,760 4.49%

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SUTTER-YUBA MOSQUITO & VECTOR CONTROL DISTRICT
Required Supplementary Information
District Pension Plan
Notes to District Pension Plan
For the Year Ended June 30, 2025

NOTE 1: SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS

Benefit changes: The figures do not include any liability impact that may have resulted from plan changes which occurred after the June 30, 2024, valuation date.

No benefit changes.

NOTE 2: SCHEDULE OF CONTRIBUTIONS

Methods and assumptions used to determine the contribution rates were as follows:

Valuation date	July 1, 2024
Actuarial cost method	Individual Aggregate
Amortization method/period	5-year straight-line amortization
Investment rate of return	5.50%
Salary increases	4.50%
Retirement age	Age 62
Pre-retirement discount rate	5.50%

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SUTTER-YUBA MOSQUITO & VECTOR CONTROL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2025

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ 5,150,378	\$ 5,150,378
Intergovernmental revenue	-	-	23,674	23,674
Use of money and property	-	-	427,456	427,456
Charges for services	-	-	31,343	31,343
Other revenue	-	-	7,855	7,855
Total Revenues	<u>-</u>	<u>-</u>	<u>5,640,706</u>	<u>5,640,706</u>
EXPENDITURES				
Current general government:				
Salaries and benefits	2,585,958	2,583,658	2,232,992	350,666
Chemicals	1,135,000	1,135,000	1,267,888	(132,888)
Clothing and personal supplies	20,000	24,000	19,290	4,710
Communications	20,000	22,000	14,432	7,568
Household expenses	2,000	2,000	1,462	738
Insurance	107,833	107,833	63,860	43,973
Repairs and maintenance	59,000	59,000	55,977	3,023
Memberships	10,000	15,250	15,626	(376)
Office expenses	28,500	28,500	27,273	1,227
Professional services	521,750	521,750	514,781	6,969
Publications and legal notices	24,000	24,000	22,647	1,353
Rents and leases	2,750	2,750	5,120	(2,370)
Small tools and supplies	2,500	2,500	722	1,778
Special department expense	10,000	10,000	9,376	624
Transportation and travel	75,000	75,000	52,717	22,283
Utilities	17,000	17,000	16,684	316
Miscellaneous	10,400	10,400	257	10,143
Debt service:				
Principal	17,500	17,500	12,500	5,000
Interest	-	-	500	(500)
Capital Outlay	216,500	216,500	214,016	2,484
Total Expenditures	<u>4,871,691</u>	<u>4,874,841</u>	<u>4,548,120</u>	<u>326,721</u>
Excess of Revenues Over (Under) Expenditures	<u>(4,871,691)</u>	<u>(4,874,841)</u>	<u>1,092,586</u>	<u>5,967,427</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from sale of capital assets	-	-	22,162	22,162
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>22,162</u>	<u>22,162</u>
Net Change in Fund Balances	<u>(4,871,691)</u>	<u>(4,874,841)</u>	<u>1,114,748</u>	<u>5,989,589</u>
Fund Balances - Beginning	<u>8,559,003</u>	<u>8,559,003</u>	<u>8,559,003</u>	<u>-</u>
Fund Balances - Ending	<u>\$ 3,687,312</u>	<u>\$ 3,684,162</u>	<u>\$ 9,673,751</u>	<u>\$ 12,001,340</u>

SUTTER-YUBA MOSQUITO & VECTOR CONTROL DISTRICT
Required Supplementary Information
Note to Budgetary Comparison Schedule
For the Year Ended June 30, 2025

NOTE 1: BUDGETARY BASIS OF ACCOUNTING

Formal budgetary integration is employed as a management control device during the year. The District presents a comparison of annual budget to actual results for the General fund. The amounts reported on the budgetary basis are generally on a basis consistent with accounting principles generally accepted in the United States of America (GAAP).

The following procedures are performed by the District in establishing the budgetary data reflected in the financial statements:

- (1) The District Manager submits to the Board of Trustees a recommended budget for the fiscal year commencing the following July 1. The budget includes recommended expenditures and the means of financing them.
- (2) The Board of Trustees reviews the recommended budget at regularly scheduled meetings, which are open to the public.
- (3) The budget is adopted by motion.
- (4) From the effective date of the budget, the amounts stated therein, as recommended expenditures become appropriations to the District. The Board may amend the budget by motion during the fiscal year.

The District does not use encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation.

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OTHER REPORT

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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN
AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

To the Board of Trustees
Sutter-Yuba Mosquito & Vector Control District
Yuba City, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of the governmental activities and the major fund of Sutter-Yuba Mosquito & Vector Control District, California (District), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated January 29, 2026.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

To the Board of Trustees
Sutter-Yuba Mosquito & Vector Control District
Yuba City, California

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Smith & Newell CPAs
Yuba City, California
January 29, 2026

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