
**TOWN OF TRUCKEE,
CALIFORNIA**

ANNUAL COMPREHENSIVE FINANCIAL REPORT

**FOR THE YEAR ENDED
JUNE 30, 2025**

**PREPARED BY
DEPARTMENT OF ADMINISTRATIVE SERVICES, FINANCE DIVISION**

**TOWN OF TRUCKEE
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2025**

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INTRODUCTORY SECTION

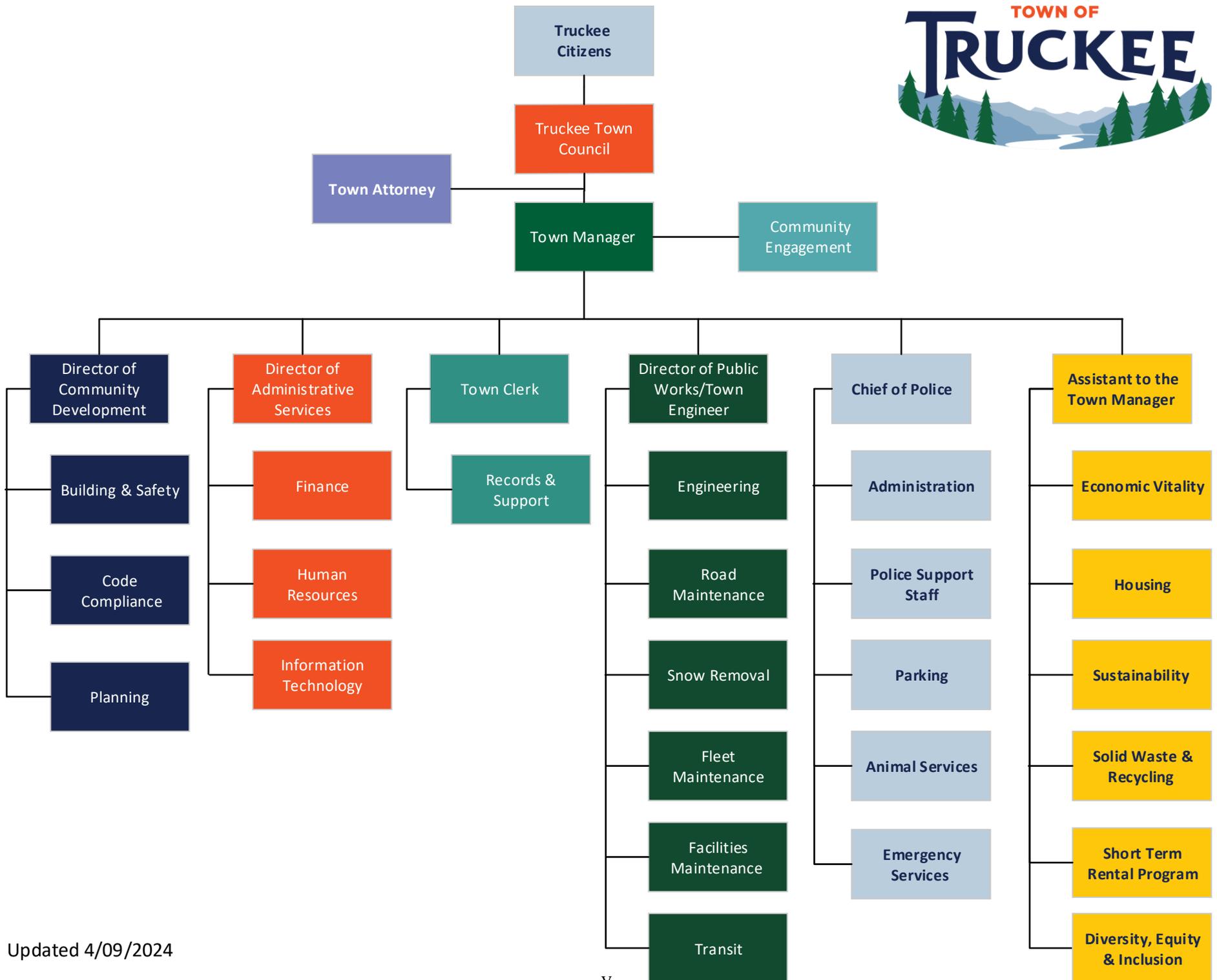
TOWN OF TRUCKEE

ELECTED OFFICIALS

JUNE 30, 2025

ELECTED OFFICIALS

Mayor	Jan Zabriskie
Vice Mayor	Anna Klovstad
Council Member	Courtney Henderson
Council Member	Dave Polivy
Council Member	Lindsay Romack



FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

To the Town Council of
the Town of Truckee
Truckee, California

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Truckee (the "Town") as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Town'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, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Truckee, as of June 30, 2025, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for 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 Town and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter

Change in Accounting Principle

As described in Note 1 to the financial statements, during the fiscal year ending June 30, 2025, the Town adopted new accounting guidance, GASB Statement No. 101, *Compensated Absences*. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance, but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with 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 Town'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 Town's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The accompanying combining and individual nonmajor fund financial statements and budgetary comparison schedules, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and budgetary comparison schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our 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 February 26, 2026, on our consideration of the Town of Truckee'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 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 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 Town of Truckee's internal control over financial reporting and compliance.

MUN CPAs, LLP

Sacramento, California
February 26, 2026

**TOWN OF TRUCKEE
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2025**

This section of the Town of Truckee Financial Report presents a narrative overview and analysis of the Town's financial activities for the fiscal year ended June 30, 2025. We encourage readers to consider the information presented here in conjunction with the Town's basic financial statements and notes to the financial statements, which follows this section.

FINANCIAL HIGHLIGHTS

The Town's government-wide total assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources (net position) at the close of the fiscal year by \$345,706,689. Of this amount, \$83,644,706 is in unrestricted net position, which is available to meet the Town's ongoing commitments to citizens and creditors.

The Town's governmental activities ended the year with total net position of \$338,741,543. Of this balance, \$77,730,636 is unrestricted and available for spending at the Town's discretion.

The Town's General Fund ended the year with a fund balance of \$65,940,725. The non-spendable balance of \$672,482 is for the Town's inventory on-hand and prepaid assets at year-end. The restricted balance is \$229,690 represents the Town's share of self-insured retention for insurance. The assigned balance of \$30,571,661 is designated for various contingencies, economic development, housing projects, and future capital needs. \$34,466,891 is unassigned and available for spending at the Town Council's discretion

The major capital projects completed in fiscal year 2025 included streetscape improvements on West River Street from Bridge Street to Mill Street/Riverside Drive intersection, construction of a new railyard mobility hub (phase 1) at the North Balloon area of the Truckee Railyard, paving and drainage work on Town roads, and repaving on Town trails. Additions to infrastructure projects still in construction at year end in fiscal 2025 were related to construction of Phase 4 of the Truckee River Legacy Trail, constructing roundabouts, streetscaping and intersection improvements on West River and Bridge Streets.

OVERVIEW OF THE ANNUAL FINANCIAL REPORT

This annual report consists of a series of financial statements. These statements include all activities of the Town of Truckee using the integrated approach as prescribed by Governmental Accounting Standards Board (GASB) Statement No. 34. The Statement of Net Position and Statement of Activities provide information about the activities of the Town as a whole and present a longer-term view of the Town's finances. Fund financial statements for governmental funds tell how these services are financed in the short-term, as well as what remains for future spending. Fund financial statements also report the Town's operations in more detail than the government-wide statements by providing information about the Town's most significant funds.

The basic financial statements include two kinds of statements which present different views of the Town.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Town's finances. These statements include all assets, deferred outflows of resources, liabilities and deferred inflows of resources of the Town using the accrual basis of accounting, which is similar to the accounting method used by most private sector companies. All current year revenues and expenses are taken into account regardless of when the related cash is received.

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

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

**TOWN OF TRUCKEE
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2025**

The government-wide financial statements of the Town are divided as follows:

Governmental Activities: Most of the Town's basic services are included here including general government, public safety, public works (snow removal, streets and roads), community development, and facilities. This is also where many of the Town's auxiliary services are accounted for such as housing, sustainability, economic vitality, and communications. These services are primarily financed by property taxes, sales and use taxes, transient occupancy tax, federal and state grants, and development fees.

Business-Type Activities: The Town charges fees to customers to cover the costs of services provided. The Town's parking, solid waste removal and recycling service, building and safety, and transit services are included in business-type activities.

The government-wide financial statements can be found on pages 17 and 18 of this report.

Fiduciary funds are used to account for resources held for the benefit of parties outside the Town. Since the resources of these funds are not available to support the Town's own programs, they are not reflected in the government-wide financial statements.

Fund Financial Statements

The fund financial statements provide more detailed information about the Town's most significant funds, not the Town as a whole. 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. Some funds are required to be established by State Law or by bond covenants. Management establishes other funds to control and manage money for particular purposes or to show the Town is meeting legal responsibilities for using certain taxes, grants, or other money. All the funds of the Town can be classified into three categories: governmental funds, proprietary funds, or fiduciary funds.

Governmental funds: Governmental funds are essentially used to account for the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on the near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. Such information is useful in evaluating a government's near-term financing requirements.

Because the focus of the governmental fund financial statements is narrower than that of the government-wide financial statements, it is useful to compare the information presented for the governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. The Governmental Funds Balance Sheet and the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances provide reconciliation between governmental funds to governmental activities in the government-wide statements. These reconciliation explain the relationship (or differences) between fund statements and the government-wide statements. The basic governmental fund financial statements can be found on pages 19-26.

Proprietary Funds: The Town utilizes enterprise funds (one type of proprietary fund) to account for those activities that are supported primarily by user charges to external users, specifically parking, transit services, solid waste removal and recycling service and building and safety. Proprietary funds provide the same type of information as the government-wide financial statement business-type activities, only in more detail. The proprietary fund financial statements provide separate information for the Parking, Solid Waste, Building and Safety, and Transit divisions. The basic proprietary fund financial statements can be found on pages 27-34.

Fiduciary Funds: The Town utilizes fiduciary funds to account for resources held for the benefit of parties outside the Town. The Statement of Fiduciary Net Position is on page 35 and includes the assets and liabilities of the Truckee Redevelopment Successor Agency formed in accordance with State law requiring the dissolution of redevelopment agencies. The Statement of Revenues, Expenses and Changes in Net Position for the fiduciary fund is on page 36.

**TOWN OF TRUCKEE
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2025**

Notes to the Financial Statements: The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund statements. The notes to the financial statements can be found on pages 37-78.

Required Supplementary Information: In addition to the basic financial statements and accompanying notes, this report presents certain required supplementary information including a budgetary comparison for the General Fund and other major funds as presented in the government fund financial statements. Information regarding the Town's pension liabilities and information regarding the Town's progress in funding its obligation to provide OPEB to its employees is included. The required supplementary information can be found on 79-104.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The following table presents a summary of the Town's assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position for its governmental and business type activities. As noted earlier, a government's net asset position may serve over time as a useful indicator of its financial position. The Summary of Net Position as of June 30, 2025 and 2024 follows:

**Statement of Net Position
As of June 30, 2025 and 2024
(in thousands)**

	<u>Governmental Activities</u>			<u>Business-Type Activities</u>			<u>Total Government</u>		
	<u>2025</u>	<u>2024</u>	<u>Net Change</u>	<u>2025</u>	<u>2024</u>	<u>Net Change</u>	<u>2025</u>	<u>2024</u>	<u>Net Change</u>
ASSETS									
Current and other assets	\$143,371	\$ 141,010	\$ 2,361	\$ 7,872	\$ 7,991	\$ (119)	\$151,243	\$ 149,001	\$ 2,242
Capital assets	<u>228,801</u>	<u>222,252</u>	<u>6,549</u>	<u>1,056</u>	<u>328</u>	<u>728</u>	<u>229,857</u>	<u>222,580</u>	<u>7,277</u>
Total Assets	<u>372,172</u>	<u>363,262</u>	<u>8,910</u>	<u>8,928</u>	<u>8,319</u>	<u>609</u>	<u>381,100</u>	<u>371,581</u>	<u>9,519</u>
DEFERRED OUTFLOWS OF RESOURCES									
	<u>8,261</u>	<u>10,134</u>	<u>(1,873)</u>	<u>483</u>	<u>587</u>	<u>(104)</u>	<u>8,744</u>	<u>10,721</u>	<u>(1,977)</u>
LIABILITIES									
Current liabilities	6,879	9,093	(2,214)	846	601	245	7,725	9,694	(1,969)
Net pension liability	19,430	19,664	(234)	78	1,167	(1,089)	19,508	20,831	(1,323)
Net OPEB liability	775	796	(21)	1,158	80	1,078	1,933	876	1,057
Long-term liabilities	<u>13,751</u>	<u>13,495</u>	<u>256</u>	<u>217</u>	<u>140</u>	<u>77</u>	<u>13,968</u>	<u>13,635</u>	<u>333</u>
Total Liabilities	<u>40,835</u>	<u>43,048</u>	<u>(2,213)</u>	<u>2,299</u>	<u>1,988</u>	<u>311</u>	<u>43,134</u>	<u>45,036</u>	<u>(1,902)</u>
DEFERRED INFLOWS OF RESOURCES									
	<u>856</u>	<u>1,497</u>	<u>(641)</u>	<u>147</u>	<u>171</u>	<u>(24)</u>	<u>1,003</u>	<u>1,668</u>	<u>(665)</u>
NET POSITION									
Net investment in capital assets	218,086	211,106	6,980	1,051	323	728	219,137	211,429	7,708
Restricted	42,925	38,394	4,531	-	-	-	42,925	38,394	4,531
Unrestricted	<u>77,731</u>	<u>79,302</u>	<u>(1,571)</u>	<u>5,914</u>	<u>6,422</u>	<u>(508)</u>	<u>83,645</u>	<u>85,724</u>	<u>(2,079)</u>
Total Net Position	<u>\$338,742</u>	<u>\$ 328,802</u>	<u>\$ 9,940</u>	<u>\$ 6,965</u>	<u>\$ 6,745</u>	<u>\$ 220</u>	<u>\$345,707</u>	<u>\$ 335,547</u>	<u>\$ 10,160</u>

As of June 30, 2025, the Town's government-wide total assets and deferred outflows exceeded liabilities and deferred inflows (net position) by \$345,706,689. Governmental activities finished the year with a positive net position balance of \$338,741,543. The Town's net pension liability decreased from \$19,663,656 to \$19,430,232. Overall, government wide net position increased from \$328,981,528 to \$338,741,543 due to increases in current and other assets. Business-type activities finished the year with a positive balance of \$6,965,146. Net position as noted earlier may serve as a useful indicator of the Town's financial position if you look at the changes over time.

**TOWN OF TRUCKEE
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2025**

Of the total government-wide net position, \$218,086,229 is the Town's net investment in capital assets (e.g. land, buildings and improvements, and the road network) less any related debt used to acquire those assets that is still outstanding. Two significant projects completed in fiscal year ended June 30, 2025, included streetscape improvements on West River Street from Bridge Street to Mill Street/Riverside Drive intersection, construction of a new railyard mobility hub (phase 1) at the North Balloon area of the Truckee Railyard.

The Town's long-term liabilities include debt incurred to acquire the Town's administrative facility, to pay for the land purchased for the Town's public service center, to pay for the construction of additional garage and work space at the Town's public service center, compensated absences payable and SBITA's. Other long-term liabilities presented on the face of the statements include the net pension liability related to the Town's pension plans and the net other post-employment benefits (OPEB) liability (i.e., retiree health benefits).

The proceeds of the debt issued for the administrative facility and land for the public service facility are utilized to provide services to citizens and are not available for future spending. The repayment of the debt on the general fund assets must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

See Note 7 starting on page 59 for debt schedules and Notes 8 and 9 starting on page 62 for further discussion of the net pension liability and net OPEB liability.

Restricted net position amounts to \$42,924,678 or 12.4% of the total governmental net position. Restricted net position represents those resources that are subject to external restrictions on how they may be used. These restrictions are established by bond covenants or restrictions on the use of funds by state or federal regulations

Unrestricted net position represents those resources which may be used to meet the Town's ongoing commitments to the citizens and creditors. Government-wide unrestricted net position is \$83,644,706 or 22.7% of the total net position. Governmental activities account for 92.9% of the total unrestricted net position. Business-type activities account for \$5,914,070 or 7.1% of the total. The Town can use unrestricted net position of the parking, solid waste, and building and safety to finance their continuing operations.

Governmental Activities - During the current fiscal year, net position for governmental activities increased \$9,760,015 from the prior fiscal year for an ending balance of \$338,741,543. Revenues decreased 10.8% and expenses increased 14% from prior year.

**TOWN OF TRUCKEE
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2025**

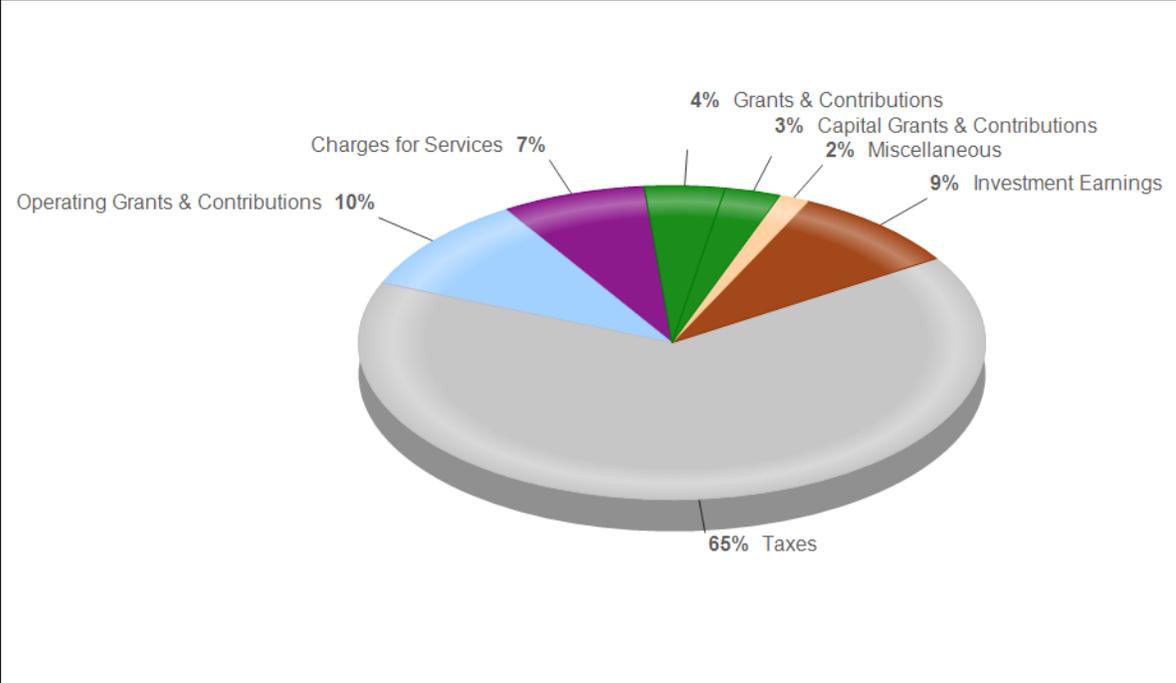
**TABLE 2
GOVERNMENTAL ACTIVITIES CHANGES IN NET POSITION AS OF JUNE 30,**

<u>REVENUES</u>	<u>2025</u>	<u>2024</u>
Charges for services	\$ 4,750,386	\$ 5,349,325
Operating grants and contributions	6,277,908	2,662,227
Capital grants and contributions	1,813,760	13,534,353
Property taxes	17,489,201	16,634,864
Sales taxes	14,207,024	12,382,002
Transient occupancy tax	7,605,288	7,264,926
Other taxes	2,027,234	2,233,703
Grants and contributions - unrestricted	2,629,652	2,467,464
Investment earnings	5,593,399	5,254,361
Miscellaneous	<u>913,073</u>	<u>3,163,058</u>
Total Revenue	<u>63,306,925</u>	<u>70,946,283</u>
 <u>EXPENSES</u>		
General government	16,329,512	12,816,784
Public safety	14,631,323	13,199,090
Facilities	2,929,612	2,343,086
Community development	1,899,281	1,737,821
Public works	19,408,308	18,294,715
Interest and fiscal charges	<u>304,048</u>	<u>327,986</u>
Total Expenses	<u>55,502,084</u>	<u>48,719,482</u>
Increase in net position before transfers	7,804,841	22,226,801
Transfers	<u>1,955,174</u>	<u>1,018,303</u>
Change in net position	<u>9,760,015</u>	<u>23,245,104</u>
Net position - beginning	<u>328,801,687</u>	<u>20,974,642</u>
Prior period restatement (Note 17)	<u>179,841</u>	<u>-</u>
Net position - beginning	<u>328,981,528</u>	<u>305,556,583</u>
Net position - ending	<u>\$ 338,741,543</u>	<u>\$ 328,801,687</u>

**TOWN OF TRUCKEE
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2025**

Revenues

Sources of Revenues
Governmental Activities



Taxes, which include property, sales, and other taxes account for \$41,328,747 or 65% of the Town's governmental activity revenue. Without capital grants, taxes would be 67% of the Town's governmental activities revenue.

Total tax revenues increased by \$2,813,252 or 6.81%, during the fiscal year. The growth was primarily driven by a 14.74% increase in sales tax revenues. Property taxes, the Town's largest revenue source, totaled 17,489,201 in fiscal year 2025, compared to 16,634,864 in fiscal year 2024.

The increase in sales tax revenue is largely attributable to the addition of revenues from Measure E. Measure E is a ½% sales tax that was passed by 61% of voters and was certified by the Town Council on December 10, 2024. This Measure went into effect on April 1, 2025, as such there was a full quarter of collections included in the fiscal year 2025 revenues.

The increase in property tax revenue is largely attributable to resales in the Truckee housing market, which continues to have an upward impact on the Town's base assessed property values. Despite limited inventory, the continued demand on housing has sustained the elevated sales prices.

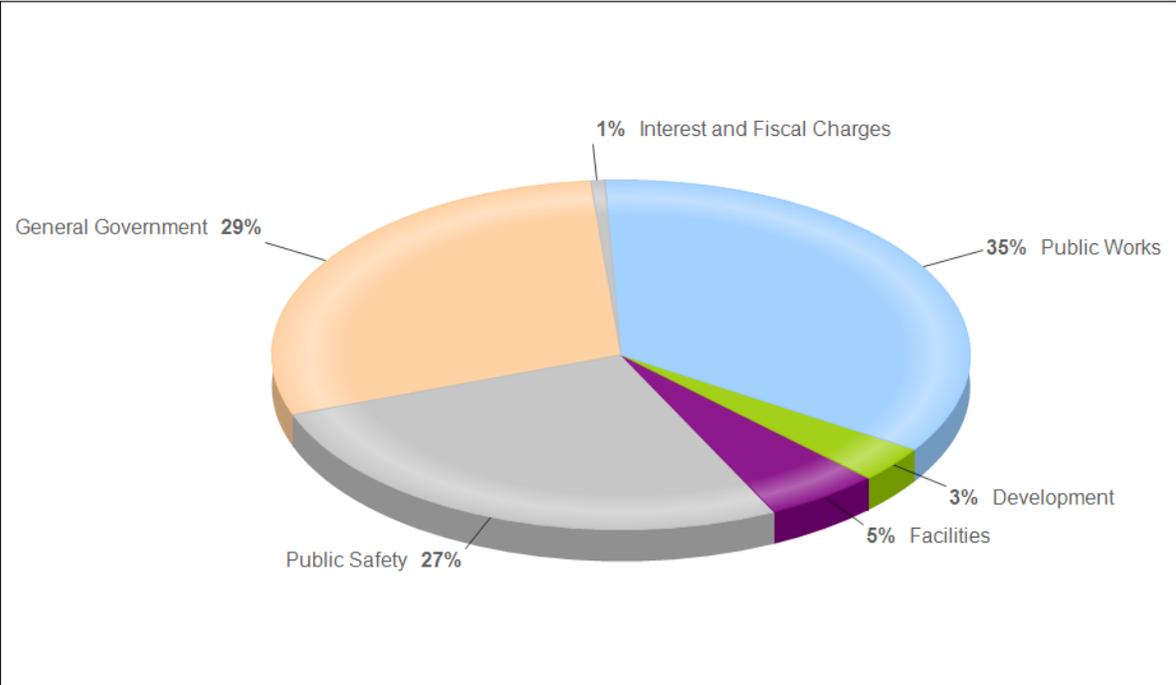
Transient occupancy tax (TOT) revenues increased from 7,264,926 to 7,605,288 in 2025. Property tax revenue had a decrease from 17,489,201 to 16,634,864, a 5.14% decrease for the fiscal year.

Investment earnings, increased from \$5,254,361 to \$5,593,399. The Town has nearly \$75 million of latent cash in the Local Agency Investment Fund (LAIF). LAIF's monthly yield increased to over 4.0% in fiscal year 2025 from around 2.0% in fiscal year 2024.

**TOWN OF TRUCKEE
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2025**

Expenses

Functional Expenses
Governmental Activities



As identified in the functional expenses chart, 27% or \$14,631,323 of the Town's expenses were for public safety. 29% or \$16,329,512 were for general government expenses. The remaining functional expenses included 35% or \$19,408,308 for public works, 3% or \$1,899,281 in community development, 5% or \$2,929,612 in facilities, and 1% or \$304,048 in interest and fiscal charges. The Town's total governmental expenses increased \$6,782,602 or 14% from the prior fiscal year. This increase is related to increases in capital spending, a nearly \$400,000 increase in general liability insurance, around \$500,000 more than 2024 related to the recognition of Subscription Based Information Technology Agreements, and \$898,000 more in payroll and benefits related to the addition of new positions.

**TOWN OF TRUCKEE
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2025**

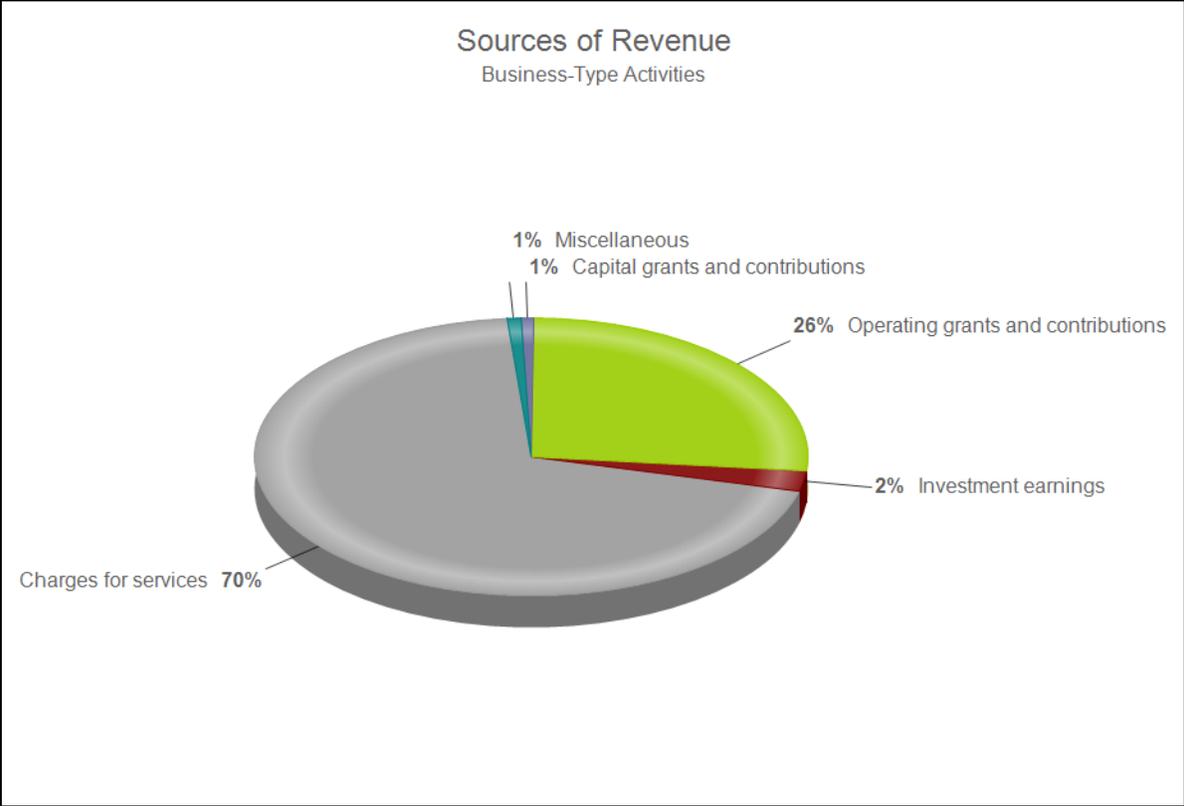
Business-Type Activities. During the current fiscal year, business-type activities increased the Town's net position by \$255,454.

**TABLE 3
BUSINESS-TYPE ACTIVITIES CHANGES IN NET POSITION AS OF JUNE 30,**

<u>REVENUES</u>	<u>2025</u>	<u>2024</u>
Charges for services	\$ 9,441,936	\$ 8,879,316
Investment earnings	318,057	312,179
Operating grants and contributions	3,593,090	1,552,095
Capital grants and contributions	51,006	750,000
Miscellaneous	<u>13,327</u>	<u>14,656</u>
Total Revenue	<u>13,417,416</u>	<u>11,508,246</u>
 <u>EXPENSES</u>		
Parking	818,879	722,927
Solid waste	6,305,043	6,235,352
Building	2,037,854	2,075,738
Transit	<u>2,045,012</u>	<u>1,849,911</u>
Total Expenses	<u>11,206,788</u>	<u>10,883,928</u>
Change in net position before transfers	2,210,628	624,318
Transfers	<u>(1,955,174)</u>	<u>(1,018,303)</u>
Change in net position	255,454	(393,985)
Net position - beginning	<u>6,745,326</u>	<u>7,139,311</u>
Prior period restatement (Note 17)	<u>(35,634)</u>	<u>-</u>
Net Position - beginning, restated	<u>6,709,692</u>	<u>-</u>
Net position - ending	<u>\$ 6,965,146</u>	<u>\$ 6,745,326</u>

**TOWN OF TRUCKEE
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2025**

Revenues



Charges for services increased \$562,620 or 6.34% primarily due to a rate adjustment in solid waste services. In accordance with the Town’s franchise agreement with the Tahoe Truckee Sierra Disposal (TTSD), the Town’s solid waste collection contractor implemented a 5.19% rate increase. This adjustment led to a corresponding increase in the charges assessed to Town properties for garbage collection services as the Town collects the amount needed to fund the franchise agreement via user charges.

The rate adjustment is based on an index-based methodology specified in the franchise agreement, which involves a detailed review of actual operational costs and service statistics by customer classification. Key factors in this analysis include staffing levels, route configurations and hours, customer counts, and service levels. The methodology also projects expected contractor compensation and gross receipts for the upcoming rate period. Additionally, the rate includes a direct pass-through of tipping fees for collected materials, which are tied to the published fee schedule at the Eastern Regional Landfill.

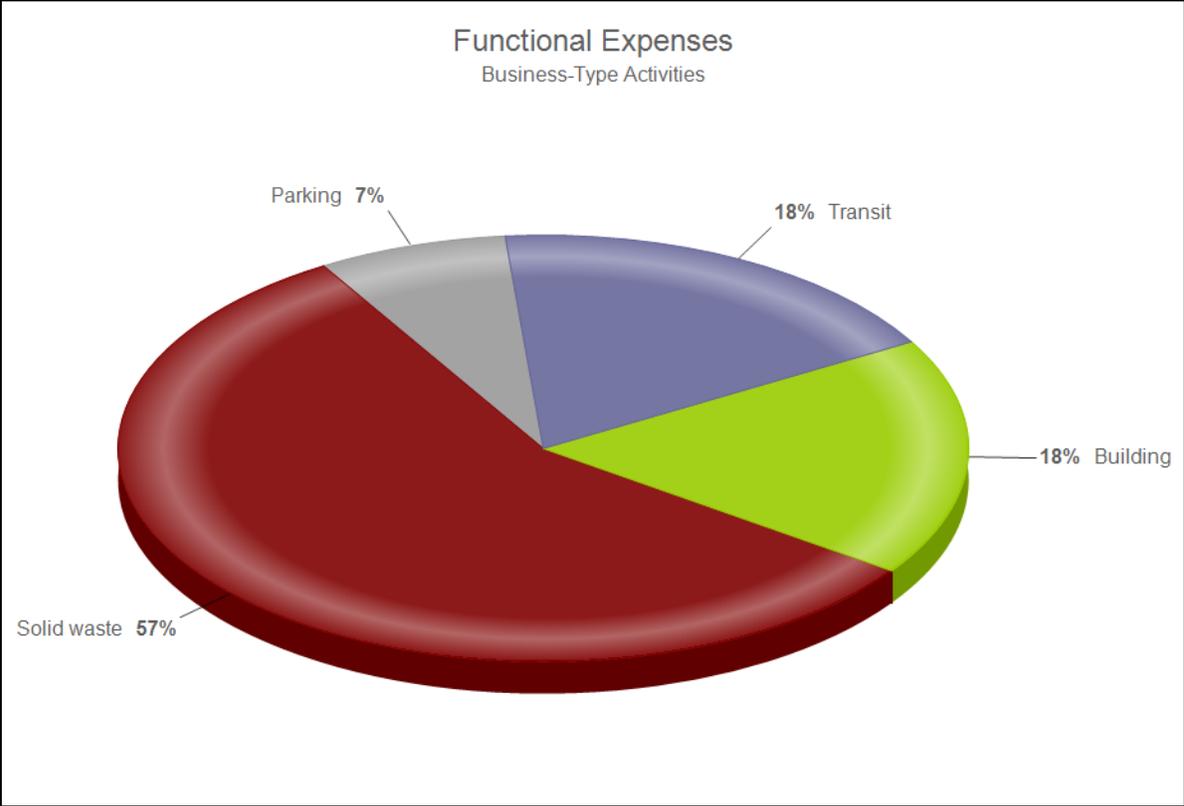
Additionally, the Parking Department compliance team was fully staffed which led to greater compliance with paid parking requirements in the Downtown Parking Areas. This increased Charges for Services in Parking.

Operating grants and contributions increased \$2,040,995 or due to the increase in the allocation of Local Transportation Fund (LTF) administered by California Transportation Development Act (TDA).

Capital grants and contributions decreased \$698,994 or 45%. The transit division expended \$593,703 worth of grants in fiscal year 2024 that were not available in fiscal year 2025. This represented the bulk of the difference.

**TOWN OF TRUCKEE
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2025**

Expenses



In fiscal year 2025, Parking expenses rose by \$95,952 or 13%, primarily due to the division being fully staffed throughout fiscal year 2025.

Solid waste expenses increased \$69,691 or 1%. This was driven by two main factors: the implementation of the Town-wide staffing cost adjustments and a 5.19% rate increase by the Town’s solid waste contractor, Tahoe Truckee Sierra Disposal (TTSD). The rate adjustment—outlined in the Town’s franchise agreement—is based on an index-based methodology that considers actual operating costs, service metrics (such as staffing, routes, and service levels), and includes a direct pass-through of tipping fees tied to the Eastern Regional Landfill’s published schedule.

Building Division expenses decreased by \$37,884 or 2%. This decrease reflects the staff changes within the Building Department.

Transit expenses increased 11%, or \$195,101, with the primary driver being expanded services for the Town’s dial-a-ride program and the night service.

**TOWN OF TRUCKEE
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2025**

Financial Analysis of the Town's Funds

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

Governmental Funds: The ending fund balance for all governmental funds is \$113,611,545. Only the Capital Projects Fund ended the year with a negative fund balance. This primarily related to the timing of collection for grant funds and contributions for the Town's capital projects.

Of the total fund balance, \$33,778,733 or 30% is unassigned, which is available for spending at the Town's discretion.

The general fund is the chief operating fund of the Town. As of June 30, 2025 the total fund balance of the general fund was \$65,940,726 with \$672,482 in non-spendable, \$229,690 restricted for self-insurance and employee healthcare,, and \$30,571,661 in assigned funds for contingencies, long-term road maintenance, economic development and housing, facilities construction, and capital projects. The \$34,466,891 in unassigned fund balance is available for other Council priorities.

Total governmental revenues, including other financing sources/uses, exceeded expenditures by \$4,966,721. The 6% increase in taxes and assessments drove this surplus.

Proprietary Funds: Each of the Town's proprietary funds ended the fiscal year with a positive net position. The total net position for proprietary funds of the Town was \$6,965,146.

Fiduciary Funds: The Town of Truckee Redevelopment Successor Agency fiduciary fund has a negative net position due to the transfer of assets and liabilities, including a bond issuance from the former Redevelopment Agency during fiscal 2012.

GENERAL FUND BUDGETARY HIGHLIGHTS

The General Fund Budgetary Comparison Schedule is shown on page 79. The change to transfers out budget was related to an expected increase in funding required for capital projects in the Capital Projects fund. General Fund total actual revenues of \$43,129,286 were \$4,289,308 more than budgeted revenues. General Fund taxes and assessments, licenses and permits, use of money and property, intergovernmental revenues, and other revenues all exceed budgeted revenues. General Fund taxes and assessments exceeded the expected collections by a total of \$1,988,247. Use of money and property exceeded the expected collections by a total of 1,555,469.

Actual General Fund expenditures were lower than budgeted amounts, reflecting budgetary savings achieved through effective cost controls implemented across various Town divisions. A substantial portion of these savings originated within the Public Works Department, particularly in the Snow Removal Division. Despite a winter season with typical snowfall levels, the Town realized \$689,767 in savings due to a lighter snow season than in prior years, which produced less staff hours for snow removal.

The Facilities department exceeded their budgeted expenses by \$10,836 and Police department exceeded their budgeted expenses by \$146,437 primarily due to increased fleet maintenance costs. The police department was testing new electric vehicles and the engines on those vehicles did not perform well under the operating conditions required by patrol.

Taxes and assessments fell short to budgeted collections in the Measure R Trails special revenue fund due to the measure's expiration in 2025. Measure R was replaced by Measure U Trails special revenue. The budget for Measure R included the Town's expectation of replacement revenue from Measure U.

Collections for charges for services were less than budgetary collections in the Facilities Impact Fees special revenue fund. Fewer commercial projects applied for building permits than anticipated in fiscal 2025.

**TOWN OF TRUCKEE
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2025**

CAPITAL ASSET AND DEBT ADMINISTRATION

CAPITAL ASSETS

The Town-wide investment in capital assets for its governmental and business-type activities as of June 30, 2025, amounts to \$229,856,896 (net of depreciation). This investment in capital assets includes land, buildings and improvements, equipment, right-to-use assets, and the road network.

The major capital projects completed in fiscal year 2025 included streetscape improvements on West River Street from Bridge Street to Mill Street/Riverside Drive intersection, construction of a new railyard mobility hub (phase 1) at the North Balloon area of the Truckee Railyard, paving and drainage work on Town roads, and repaving on Town trails. Additions to infrastructure projects still in construction at year end in fiscal 2025 were related to construction of Phase 4 of the Truckee River Legacy Trail, constructing roundabouts, streetscaping and intersection improvements on West River and Bridge Streets.

**Capital Assets (net of depreciation)
As of June 30, 2025 and 2024**

	2025			2024		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
Land	\$ 9,407,257	\$ -	\$ 9,407,257	\$ 9,407,257	\$ -	\$ 9,407,257
Construction in progress	24,662,777	-	24,662,777	24,651,296	-	24,651,296
Buildings and improvements	33,243,615	84,362	33,327,977	34,343,607	100,833	34,444,440
Right of way	57,487,179	-	57,487,179	57,487,179	-	57,487,179
Equipment	9,912,809	963,035	10,875,844	9,913,653	213,939	10,127,592
Infrastructure	93,131,570	-	93,131,570	85,772,100	-	85,772,100
Right-to-use lease asset	955,546	8,746	964,292	676,569	13,824	690,393
Total Net Capital Assets	\$ <u>228,800,753</u>	\$ <u>1,056,143</u>	\$ <u>229,856,896</u>	\$ <u>222,251,661</u>	\$ <u>328,596</u>	\$ <u>222,580,257</u>

Additional information about the Town's capital assets can be found in Note 6 in the Notes to the Basic Financial Statements.

DEBT ADMINISTRATION

The Town's long-term liabilities were \$11,846,761 as of June 30, 2025. The majority of the Town's debt is lease revenue bonds used to acquire the Town's current administrative office facility and land for the public service center facility. Also included are the lease revenue bonds issued during fiscal year 2020 to fund the construction of additional garages at the Town's public service center facility.

General obligation debts are direct obligations of the Town and are backed by the full faith and credit of the Town requiring voter approval, and may have a tax rate set to cover repayment. State statutes limit the amount of general obligation debt to 15% of the Town's total taxable assessed valuation which was \$10 billion in fiscal 2025. The Town of Truckee's debt limit is \$1.5 billion. The Town does not currently have any general obligation debt outstanding.

**TOWN OF TRUCKEE
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2025**

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The fiscal year 2024 budget process, anticipated the construction of 95 new single family homes and the budget for fiscal year 2025 anticipated lower construction of single family homes, but higher construction in multi-residential, commercial, or mixed-use occupancy, as well as increases in remodel work. The budget for 2026 included additional decreases in single family dwellings due the maintenance of higher-than-recent mortgage rates and the expectation of future rate decreases. Additionally, the state mandated housing pressures continue to spur modest growth in multi-residential and mixed-use occupancy.

49 new single-family residential permits were created during fiscal 2025 (32 were created in fiscal 2024). Conversely, 95 new single-family residential permits were completed in fiscal 2025, verse 90 in fiscal 2024. While new single family residential permit activity has stabilized, there is strong activity in remodel and addition work.

Sales taxes represent 27% of the Town's general revenues and are an important part of the Town's overall economic position. Growth in sales of goods within Truckee lagged behind the State in the first two quarters of the fiscal year, but picked up pace in the quarter ended March 31, 2025. Sales were down 3.1% for the quarter ended September 30, 2024 compared to 2.3% for the State overall and 7.3% for the quarter ended December 31, 2024, compared to 1.1% for the State. For the quarter ended March 31, 2025, sales in Truckee were up 3.5% compared to 0.3% for the State overall, and 0.9% for the quarter ended June 30, 2025, compared to 0.5% for the State overall. Mixed results were driven by economic volatility during 2025. Key stabilizing factors included a resilient labor market and inflationary easing. Unpredictable national policies-particularly regarding tariffs on imported taxable goods-also influenced consumer behavior. For Truckee in particular, the snow season had a slow start, but picked up in February with some significant storms bringing in tourists and spurring the sales of goods and services.

The Town worked with HdL to create projections for future sales tax collections. For fiscal year 2026, HdL projected continued stabilization of sales tax growth. Initial estimates included a 3.0% increase over fiscal year 2025. Over the five-year budget projection horizon, HdL projected around 3% in each of the four projected years of the budget. During the COVID period in fiscal 2020 through fiscal 2022, sales of taxable goods, and thus sales taxes, spiked outside of the normally projected growth trend. After a recovery year in fiscal year 2024, growth in sales has returned to pre-COVID trends.

Looking ahead at expenses, General Fund expenditures for fiscal 2026, excluding debt service, overlay reserve and capital expenditures, were projected to increase approximately 15.3% when compared with fiscal 2025 budgeted expenditures. Personnel costs were the primary driver of this increase, with the addition of 11 new positions.

For the first time, the Town partnered with HdL Coren and Cone to assist in the preparation of property tax estimates. Secured property tax, the Town's largest revenue source, is projected to increase by 6.23% compared to the fiscal year 2025 budget, or 4.27% over the fiscal year 2025 estimated actuals. This anticipated growth is largely driven by continued strength in residential real estate sales. Low inventory continues to drive strong prices in residential sales. High mortgage rates continue to motivate existing owners to stay in place and maintain their low mortgage rates that were secured with purchases and refinances prior to 2023. This has the effect of keeping inventory of houses for sale low and prices high.

The Town's general fund is budgeted to contribute approximately \$7.5 million to the Town's capital programs in fiscal 2026. The fiscal 2026 budget projects \$23.6 million in assigned fund balance, of which \$18.0 million (equal to 35% of general fund revenues) of general fund balance is to be assigned for contingencies, \$2.4million for long-term road maintenance program, and \$2.3 million for wildfire prevention projects.

REQUESTS FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the Town of Truckee's finances and to demonstrate the Town's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact the Administrative Services Director, at Town of Truckee, 10183 Truckee Airport Road, Truckee, CA, 96161- 3306 or ncasey@townoftruckee.gov.

**TOWN OF TRUCKEE
STATEMENT OF NET POSITION
JUNE 30, 2025**

	Governmental Activities	Business-type Activities	Total
<u>ASSETS</u>			
Cash and investments (Note 2)	\$ 111,102,244	\$ 7,300,822	\$ 118,403,066
Accounts receivable, net	3,599,441	63,444	3,662,885
Interest receivable	1,016,930	44,849	1,061,779
Taxes receivable	5,490,421	312,602	5,803,023
Loans receivable (Note 3)	18,649,012	-	18,649,012
Due from other governments	1,641,644	759,534	2,401,178
Leases receivable (Note 4)	255,396	-	255,396
Internal balances	609,047	(609,047)	-
Prepaid items	134,793	-	134,793
Inventories	539,089	-	539,089
Restricted cash and cash equivalents (Note 2)	332,697	-	332,697
Capital assets (Note 6)			
Land and construction in progress	91,557,213	-	91,557,213
Capital assets being depreciated, net	<u>137,243,540</u>	<u>1,056,143</u>	<u>138,299,683</u>
Total capital assets	<u>228,800,753</u>	<u>1,056,143</u>	<u>229,856,896</u>
Total Assets	<u>372,171,467</u>	<u>8,928,347</u>	<u>381,099,814</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>			
Changes in the net pension liability (Note 8)	7,595,381	416,902	8,012,283
Changes in the net OPEB liability (Note 9)	<u>665,190</u>	<u>66,482</u>	<u>731,672</u>
Total Deferred Outflows of Resources	<u>8,260,571</u>	<u>483,384</u>	<u>8,743,955</u>
<u>LIABILITIES</u>			
Accounts payable	3,092,785	709,806	3,802,591
Accrued payroll and benefits	742,331	-	742,331
Interest payable	49,097	-	49,097
Deposits payable	2,132,735	500	2,133,235
Unearned revenue	861,791	135,582	997,373
Compensated absences (Note 7):			
Due within one year	1,132,237	85,102	1,217,339
Due in more than one year	1,904,122	126,586	2,030,708
Long-term liabilities (Note 7):			
Due within one year	951,163	5,067	956,230
Due in more than one year	9,763,361	-	9,763,361
Net pension liability (Note 8)			
Due in more than one year	19,430,232	78,272	19,508,504
Other postemployment benefits (Note 9)			
Due in more than one year	<u>774,970</u>	<u>1,158,244</u>	<u>1,933,214</u>
Total Liabilities	<u>40,834,824</u>	<u>2,299,159</u>	<u>43,133,983</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Changes in the net pension liability (Note 8)	153,337	95,992	249,329
Changes in the net OPEB liability (Note 9)	453,955	51,434	505,389
Leases (Note 4)	<u>248,379</u>	<u>-</u>	<u>248,379</u>
Total Deferred Inflows of Resources	<u>855,671</u>	<u>147,426</u>	<u>1,003,097</u>
<u>NET POSITION</u>			
Net investment in capital assets	218,086,229	1,051,076	219,137,305
Restricted for:			
Grants, taxes, and fees	42,591,981	-	42,591,981
Other restricted	332,697	-	332,697
Unrestricted	<u>77,730,636</u>	<u>5,914,070</u>	<u>83,644,706</u>
Total Net Position	<u>\$ 338,741,543</u>	<u>\$ 6,965,146</u>	<u>\$ 345,706,689</u>

See accompanying notes to the basic financial statements.

**TOWN OF TRUCKEE
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025**

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Total
					Governmental Activities	Business-type Activities	
PRIMARY GOVERNMENT							
Governmental activities:							
General government	\$ 16,329,512	\$ 1,577,070	\$ 176,223	\$ -	\$ (14,576,219)	\$ -	\$ (14,576,219)
Public safety	14,631,323	237,597	321,104	-	(14,072,622)	-	(14,072,622)
Facilities	2,929,612	-	-	-	(2,929,612)	-	(2,929,612)
Community development	1,899,281	279,690	-	-	(1,619,591)	-	(1,619,591)
Public works	19,408,308	2,656,029	5,780,581	1,813,760	(9,157,938)	-	(9,157,938)
Interest and fiscal charges	<u>304,048</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(304,048)</u>	<u>-</u>	<u>(304,048)</u>
Total governmental activities	<u>55,502,084</u>	<u>4,750,386</u>	<u>6,277,908</u>	<u>1,813,760</u>	<u>(42,660,030)</u>	<u>-</u>	<u>(42,660,030)</u>
Business-type activities:							
Parking	818,879	834,369	-	-	-	15,490	15,490
Solid waste	6,305,043	6,365,879	10,000	-	-	70,836	70,836
Building	2,037,854	1,897,266	-	-	-	(140,588)	(140,588)
Transit	<u>2,045,012</u>	<u>344,422</u>	<u>3,583,090</u>	<u>51,006</u>	<u>-</u>	<u>1,933,506</u>	<u>1,933,506</u>
Total business-type activities	<u>11,206,788</u>	<u>9,441,936</u>	<u>3,593,090</u>	<u>51,006</u>	<u>-</u>	<u>1,879,244</u>	<u>1,879,244</u>
Total primary government	<u>\$ 66,708,872</u>	<u>\$ 14,192,322</u>	<u>\$ 9,870,998</u>	<u>\$ 1,864,766</u>	<u>\$ (42,660,030)</u>	<u>\$ 1,879,244</u>	<u>\$ (40,780,786)</u>
General revenues:							
Property taxes					\$ 17,489,201	\$ -	\$ 17,489,201
Sales and use taxes					14,207,024	-	14,207,024
Transient occupancy tax					7,605,288	-	7,605,288
Franchise taxes					1,616,723	-	1,616,723
Property transfer tax					410,511	-	410,511
Investment earnings					5,593,399	318,057	5,911,456
Miscellaneous					913,073	13,327	926,400
Grants and contributions - unrestricted					2,629,652	-	2,629,652
Transfers					<u>1,955,174</u>	<u>(1,955,174)</u>	<u>-</u>
Total general revenues and transfers					<u>52,420,045</u>	<u>(1,623,790)</u>	<u>50,796,255</u>
Change in net position					<u>9,760,015</u>	<u>255,454</u>	<u>10,015,469</u>
Net position - July 1, 2024					328,801,687	6,745,326	335,547,013
Prior period restatement (Note 17)					<u>179,841</u>	<u>(35,634)</u>	<u>144,207</u>
Net position - July 1, 2024, restated					<u>328,981,528</u>	<u>6,709,692</u>	<u>335,691,220</u>
Net position - June 30, 2025					<u>\$ 338,741,543</u>	<u>\$ 6,965,146</u>	<u>\$ 345,706,689</u>

See accompanying notes to the basic financial statements.

**TOWN OF TRUCKEE
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2025**

	<u>General Fund</u>	<u>Capital Projects</u>	<u>Town Bond Reserve Fund</u>	<u>Measure R Trails Fund</u>	<u>Measure U Trails Fund</u>
<u>ASSETS</u>					
Cash and investments	\$ 62,451,707	\$ 2,629,146	\$ -	\$ 983,041	\$ 1,914,521
Restricted cash and investments	-	-	332,697	-	-
Accounts receivable	242,928	3,202,318	-	-	-
Interest receivable	709,379	-	-	21,879	9,811
Taxes receivable	3,498,867	-	-	5,229	613,528
Lease receivable	255,396	-	-	-	-
Prepaid items	133,393	-	-	-	-
Due from other funds	609,047	-	-	-	-
Loans receivable	2,052,368	-	-	-	-
Inventories	539,089	-	-	-	-
Due from other governments	<u>39,442</u>	<u>1,602,202</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Assets	<u>\$ 70,531,616</u>	<u>\$ 7,433,666</u>	<u>\$ 332,697</u>	<u>\$ 1,010,149</u>	<u>\$ 2,537,860</u>
<u>LIABILITIES</u>					
Accounts payable and accrued expenses	\$ 918,715	\$ 2,082,164	\$ -	\$ -	\$ 204
Accrued payroll and benefits	742,331	-	-	-	-
Unearned revenue	1,474	900,526	-	-	-
Deposits payable	<u>625,720</u>	<u>1,432,482</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>2,288,240</u>	<u>4,415,172</u>	<u>-</u>	<u>-</u>	<u>204</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Unavailable revenues	2,054,271	3,706,651	-	-	-
Leases	<u>248,379</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Deferred Inflows of Resources	<u>2,302,650</u>	<u>3,706,651</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCES (DEFICITS)</u>					
Nonspendable	672,482	-	-	-	-
Restricted	229,690	-	332,697	1,010,149	2,537,656
Assigned	30,571,663	-	-	-	-
Unassigned	<u>34,466,891</u>	<u>(688,157)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Fund Balances (Deficits)	<u>65,940,726</u>	<u>(688,157)</u>	<u>332,697</u>	<u>1,010,149</u>	<u>2,537,656</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances (Deficits)	<u>\$ 70,531,616</u>	<u>\$ 7,433,666</u>	<u>\$ 332,697</u>	<u>\$ 1,010,149</u>	<u>\$ 2,537,860</u>

See accompanying notes to the basic financial statements.

**TOWN OF TRUCKEE
BALANCE SHEET (CONTINUED)
GOVERNMENTAL FUNDS
JUNE 30, 2025**

	Traffic Impact Fees Fund	Debt Service Fund	Measure V Road Maintenance Fund	Measure E Fund
<u>ASSETS</u>				
Cash and investments	\$ 8,840,796	\$ -	\$ 13,857,855	\$ 226,143
Restricted cash and investments	-	-	-	-
Accounts receivable	138,030	-	-	-
Interest receivable	60,966	-	94,213	545
Taxes receivable	-	-	596,742	615,680
Lease receivable	-	-	-	-
Prepaid items	-	-	-	-
Due from other funds	-	-	-	-
Loans receivable	-	-	-	-
Inventories	-	-	-	-
Due from other governments	-	-	-	-
	-	-	-	-
Total Assets	\$ 9,039,792	\$ -	\$ 14,548,810	\$ 842,368
<u>LIABILITIES</u>				
Accounts payable and accrued expenses	\$ -	\$ -	\$ 396	\$ 3,170
Accrued payroll and benefits	-	-	-	-
Unearned revenue	249,450	-	-	-
Deposits payable	-	-	-	-
	-	-	-	-
Total Liabilities	249,450	-	396	3,170
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Unavailable revenues	-	-	-	-
Leases	-	-	-	-
	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-
<u>FUND BALANCES (DEFICITS)</u>				
Nonspendable	-	-	-	-
Restricted	8,790,342	-	14,548,414	839,198
Assigned	-	-	-	-
Unassigned	-	-	-	-
	-	-	-	-
Total Fund Balances (Deficits)	8,790,342	-	14,548,414	839,198
Total Liabilities, Deferred Inflows of Resources, and Fund Balances (Deficits)	\$ 9,039,792	\$ -	\$ 14,548,810	\$ 842,368

See accompanying notes to the basic financial statements.

**TOWN OF TRUCKEE
BALANCE SHEET (CONTINUED)
GOVERNMENTAL FUNDS
JUNE 30, 2025**

	HOME Grant Fund	Town Special Service Areas Fund	Other Governmental Funds	Total Governmental Funds
<u>ASSETS</u>				
Cash and investments	\$ -	\$ 5,925,375	\$ 14,273,660	\$ 111,102,244
Restricted cash and investments	-	-	-	332,697
Accounts receivable	-	-	16,165	3,599,441
Interest receivable	-	42,824	77,313	1,016,930
Taxes receivable	-	39,878	120,497	5,490,421
Lease receivable	-	-	-	255,396
Prepaid items	-	-	1,400	134,793
Due from other funds	-	-	-	609,047
Loans receivable	11,227,295	-	5,369,349	18,649,012
Inventories	-	-	-	539,089
Due from other governments	-	-	-	1,641,644
	\$ 11,227,295	\$ 6,008,077	\$ 19,858,384	\$ 143,370,714
<u>LIABILITIES</u>				
Accounts payable and accrued expenses	\$ -	\$ -	\$ 88,136	\$ 3,092,785
Accrued payroll and benefits	-	-	-	742,331
Unearned revenue	-	-	26,453	1,177,903
Deposits payable	-	-	74,533	2,132,735
	-	-	189,122	7,145,754
Total Liabilities	-	-	189,122	7,145,754
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Unavailable revenues	11,227,295	-	5,376,819	22,365,036
Leases	-	-	-	248,379
	11,227,295	-	5,376,819	22,613,415
Total Deferred Inflows of Resources	11,227,295	-	5,376,819	22,613,415
<u>FUND BALANCES (DEFICITS)</u>				
Nonspendable	-	-	1,400	673,882
Restricted	-	6,008,077	8,628,455	42,924,678
Assigned	-	-	5,662,588	36,234,251
Unassigned	-	-	-	33,778,734
	-	6,008,077	14,292,443	113,611,545
Total Fund Balances (Deficits)	-	6,008,077	14,292,443	113,611,545
Total Liabilities, Deferred Inflows of Resources, and Fund Balances (Deficits)	\$ 11,227,295	\$ 6,008,077	\$ 19,858,384	\$ 143,370,714

See accompanying notes to the basic financial statements.

**TOWN OF TRUCKEE
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2025**

Total fund balances of governmental funds	\$ 113,611,545
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 governmental funds, net of accumulated depreciation of \$118,616,800.	228,800,753
Deferred outflows of resources related to changes in the net pension liability are not reported in the governmental funds.	7,595,381
Deferred outflows of resources related to changes in the net OPEB liability are not reported in the governmental funds.	665,190
Long-term liabilities are not due in the current period and therefore are not reported in the governmental funds.	
Long-term liabilities	(10,714,524)
Compensated absences	(3,036,359)
Net pension liability	(19,430,232)
Net OPEB liability	(774,970)
Deferred inflows related to changes in the net pension liability	(153,337)
Deferred inflows related to changes in net OPEB liability	(453,955)
Accrued interest payable from the current portion of interest due on long-term liabilities has not been reported in the governmental funds.	(49,097)
Certain accounts and loans receivable are not available to pay for current period expenditures and therefore are offset by deferred inflows of resources in the governmental funds.	<u>22,681,148</u>
Net position of governmental activities	<u>\$ 338,741,543</u>

See accompanying notes to the basic financial statements.

TOWN OF TRUCKEE
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	General Fund	Capital Projects	Town Bond Reserve Funds	Measure R Trails Funds	Measure U Trails Funds
<u>REVENUES</u>					
Taxes and assessments	\$ 33,720,370	\$ -	\$ -	\$ 578,387	\$ 2,532,708
Licenses and permits	800,768	-	-	-	-
Fines and forfeitures	269,545	-	-	-	-
Use of money and property	3,223,387	34	16,124	177,745	20,973
Intergovernmental	2,932,316	3,419,982	-	-	-
Charges for services	1,721,567	-	-	-	-
Other revenues	<u>461,333</u>	<u>754,570</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenues	<u>43,129,286</u>	<u>4,174,586</u>	<u>16,124</u>	<u>756,132</u>	<u>2,553,681</u>
<u>EXPENDITURES</u>					
Current:					
General government	9,950,512	5,244,531	-	-	-
Public safety	10,689,581	-	-	-	-
Public works	8,969,056	2,618,300	-	437	16,025
Community development	1,692,187	-	-	-	-
Facilities	2,791,971	-	-	-	-
Capital outlay	19,582	16,620,626	-	-	-
Debt service:					
Principal	451,934	-	-	-	-
Interest and fiscal charges	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>34,564,823</u>	<u>24,483,457</u>	<u>-</u>	<u>437</u>	<u>16,025</u>
Excess (Deficiency) of Revenues over Expenditures	<u>8,564,463</u>	<u>(20,308,871)</u>	<u>16,124</u>	<u>755,695</u>	<u>2,537,656</u>
<u>OTHER FINANCING SOURCES (USES)</u>					
Inception of SBITA	684,904	-	-	-	-
Transfers in	3,934,929	20,321,406	-	-	-
Transfers out	<u>(13,107,799)</u>	<u>-</u>	<u>(17,210)</u>	<u>(2,551,983)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(8,487,966)</u>	<u>20,321,406</u>	<u>(17,210)</u>	<u>(2,551,983)</u>	<u>-</u>
Net Change in Fund Balances	76,497	12,535	(1,086)	(1,796,288)	2,537,656
Fund Balances (Deficits) - July 1, 2024	<u>65,864,229</u>	<u>(700,692)</u>	<u>333,783</u>	<u>2,806,437</u>	<u>-</u>
Fund Balances (Deficits) - June 30, 2025	<u>\$ 65,940,726</u>	<u>\$ (688,157)</u>	<u>\$ 332,697</u>	<u>\$ 1,010,149</u>	<u>\$ 2,537,656</u>

See accompanying notes to the basic financial statements.

TOWN OF TRUCKEE
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	Traffic Impact Fees Fund	Debt Service Fund	Measure V Road Maintenance Fund	Measure E Fund
<u>REVENUES</u>				
Taxes and assessments	\$ -	\$ -	\$ 3,655,406	\$ 841,876
Licenses and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Use of money and property	449,673	-	640,812	762
Intergovernmental	-	-	-	-
Charges for services	510,154	-	-	-
Other revenues	-	-	-	-
	959,827	-	4,296,218	842,638
Total Revenues	959,827	-	4,296,218	842,638
<u>EXPENDITURES</u>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	11,368	-	3,352	3,440
Community development	-	-	-	-
Facilities	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	642,000	-	-
Interest and fiscal charges	-	304,048	-	-
	-	946,048	-	-
Total Expenditures	11,368	946,048	3,352	3,440
Excess (Deficiency) of Revenues over Expenditures	948,459	(946,048)	4,292,866	839,198
<u>OTHER FINANCING SOURCES (USES)</u>				
Inception of SBITA	-	-	-	-
Transfers in	-	946,048	-	-
Transfers out	(1,063,914)	-	(1,636,227)	-
	(1,063,914)	946,048	(1,636,227)	-
Total Other Financing Sources (Uses)	(1,063,914)	946,048	(1,636,227)	-
Net Change in Fund Balances	(115,455)	-	2,656,639	839,198
Fund Balances (Deficits) - July 1, 2024	8,905,797	-	11,891,775	-
Fund Balances (Deficits) - June 30, 2025	\$ 8,790,342	\$ -	\$ 14,548,414	\$ 839,198

See accompanying notes to the basic financial statements.

TOWN OF TRUCKEE
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	HOME Grant Fund	Town Special Service Areas Fund	Other Governmental Funds	Total Governmental Funds
<u>REVENUES</u>				
Taxes and assessments	\$ -	\$ 778,896	\$ 3,632,655	\$ 45,740,298
Licenses and permits	-	-	-	800,768
Fines and forfeitures	-	-	-	269,545
Use of money and property	-	300,968	420,381	5,250,859
Intergovernmental	-	-	1,328,515	7,680,813
Charges for services	-	-	333,313	2,565,034
Other revenues	-	-	87,546	1,303,449
	-	1,079,864	5,802,410	63,610,766
Total Revenues	-	1,079,864	5,802,410	63,610,766
<u>EXPENDITURES</u>				
Current:				
General government	-	-	-	15,195,043
Public safety	-	-	76,669	10,766,250
Public works	-	5,406	235,348	11,862,732
Community development	-	-	-	1,692,187
Facilities	-	-	-	2,791,971
Capital outlay	-	-	937,750	17,577,958
Debt service:				
Principal	-	-	-	1,093,934
Interest and fiscal charges	-	-	-	304,048
	-	5,406	1,249,767	61,284,123
Total Expenditures	-	5,406	1,249,767	61,284,123
Excess (Deficiency) of Revenues over Expenditures	-	1,074,458	4,552,643	2,326,643
<u>OTHER FINANCING SOURCES (USES)</u>				
Inception of SBITA	-	-	-	684,904
Transfers in	-	-	25,316	25,227,699
Transfers out	-	(1,097,658)	(3,797,734)	(23,272,525)
	-	(1,097,658)	(3,772,418)	2,640,078
Total Other Financing Sources (Uses)	-	(1,097,658)	(3,772,418)	2,640,078
Net Change in Fund Balances	-	(23,200)	780,225	4,966,721
Fund Balances (Deficits) - July 1, 2024	-	6,031,277	13,512,218	108,644,824
Fund Balances (Deficits) - June 30, 2025	-	\$ 6,008,077	\$ 14,292,443	\$ 113,611,545

See accompanying notes to the basic financial statements.

**TOWN OF TRUCKEE
RECONCILIATION OF THE
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
TO THE STATEMENT OF ACTIVITIES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2025**

Reconciliation of the change in fund balances - total governmental funds to the change in net position of governmental activities:

Net change in fund balances - total governmental funds	\$ 4,966,721
<p>Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets are capitalized and allocated over their estimated useful lives and reported as depreciation expense.</p>	
Capital asset purchases	18,083,466
Depreciation expense	(11,534,374)
<p>Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. Proceeds from long-term liabilities are reported as other financing sources in the governmental funds, but increase long-term liabilities in the Statement of Net Position.</p>	
Debt principal payments	642,000
Proceeds of long-term liabilities	(684,904)
SBITA principal payments	451,934
Amortization of debt premium	22,114
<p>Compensated absence expenditures reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in a governmental fund. This is the net change in compensated absences for the current period.</p>	
	(736,625)
<p>Receipts of payments and disbursements of funds related to notes and loans receivable are reported as revenue and expenditures, respectively, in governmental funds, but an increase and decrease, respectively, in notes receivable in the Statement of Net Position.</p>	
Loan program receipts	342,540
Long-term loan interest accrual	(52,550)
<p>Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.</p>	
Changes in the net pension liability and deferred outflows and inflows	(1,129,276)
Changes in the net OPEB liability and deferred outflows and inflows	(16,030)
<p>Some revenues reported in the prior year Statement of Activities were recognized in the governmental funds in the current year.</p>	
	<u>(595,001)</u>
Change in net position of governmental activities	<u>\$ 9,760,015</u>

See accompanying notes to the basic financial statements.

**TOWN OF TRUCKEE
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2025**

	Business-Type Activities - Enterprise Funds		
	Parking Fund	Transit Fund	Solid Waste Fund
<u>ASSETS</u>			
Current Assets			
Cash and investments	\$ 851,332	\$ -	\$ 1,033,048
Accounts receivable, net	36,831	755,777	342,972
Interest receivable	6,229	-	5,139
Total Current Assets	<u>894,392</u>	<u>755,777</u>	<u>1,381,159</u>
Non Current Assets			
Capital assets	166,294	1,704,775	131,942
Less: accumulated depreciation	(144,009)	(866,252)	(40,215)
Total Non-Current Assets	<u>22,285</u>	<u>838,523</u>	<u>91,727</u>
Total Assets	<u>916,677</u>	<u>1,594,300</u>	<u>1,472,886</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>			
Changes in net pension liability	79,108	53,495	42,372
Changes in the net OPEB liability	7,812	1,825	7,158
Total Deferred Outflows	<u>86,920</u>	<u>55,320</u>	<u>49,530</u>
<u>LIABILITIES</u>			
Current Liabilities			
Accounts payable	13,532	152,668	518,144
SBITA payable - current	-	5,067	-
Deposits payable	-	-	-
Due to other funds	-	609,047	-
Unearned revenues	-	135,582	-
Compensated absences - current	14,883	11,216	11,610
Total Current Liabilities	<u>28,415</u>	<u>913,580</u>	<u>529,754</u>
Non-Current Liabilities			
Compensated absences - noncurrent	20,245	22,084	27,978
Net pension liability	239,182	164,420	122,191
Net OPEB liability	11,092	(978)	8,008
Total Non-Current Liabilities	<u>270,519</u>	<u>185,526</u>	<u>158,177</u>
Total Liabilities	<u>298,934</u>	<u>1,099,106</u>	<u>687,931</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Changes in net pension liability	(6,122)	25,600	25,944
Changes in the net OPEB liability	4,520	6,475	5,232
Total Deferred Inflows	<u>(1,602)</u>	<u>32,075</u>	<u>31,176</u>
<u>NET POSITION:</u>			
Net investment in capital assets	22,285	833,456	91,727
Unrestricted	683,980	(315,017)	711,582
Total Net Position	<u>\$ 706,265</u>	<u>\$ 518,439</u>	<u>\$ 803,309</u>

See accompanying notes to the basic financial statements.

**TOWN OF TRUCKEE
STATEMENT OF NET POSITION (CONTINUED)
PROPRIETARY FUNDS
JUNE 30, 2025**

	Business-Type Activities - Enterprise Funds	
	Building and Safety Fund	Totals
<u>ASSETS</u>		
Current Assets		
Cash and investments	\$ 5,416,442	\$ 7,300,822
Accounts receivable, net	-	1,135,580
Interest receivable	33,481	44,849
Total Current Assets	5,449,923	8,481,251
Non Current Assets		
Capital assets	286,551	2,289,562
Less: accumulated depreciation	(182,943)	(1,233,419)
Total Non-Current Assets	103,608	1,056,143
Total Assets	5,553,531	9,537,394
<u>DEFERRED OUTFLOWS OF RESOURCES</u>		
Changes in net pension liability	241,927	416,902
Changes in the net OPEB liability	49,687	66,482
Total Deferred Outflows	291,614	483,384
<u>LIABILITIES</u>		
Current Liabilities		
Accounts payable	25,462	709,806
SBITA payable - current	-	5,067
Deposits payable	500	500
Due to other funds	-	609,047
Unearned revenues	-	135,582
Compensated absences - current	47,393	85,102
Total Current Liabilities	73,355	1,545,104
Non-Current Liabilities		
Compensated absences - noncurrent	56,279	126,586
Net pension liability	632,451	1,158,244
Net OPEB liability	60,150	78,272
Total Non-Current Liabilities	748,880	1,363,102
Total Liabilities	822,235	2,908,206
<u>DEFERRED INFLOWS OF RESOURCES</u>		
Changes in net pension liability	50,570	95,992
Changes in the net OPEB liability	35,207	51,434
Total Deferred Inflows	85,777	147,426
<u>NET POSITION:</u>		
Net investment in capital assets	103,608	1,051,076
Unrestricted	4,833,525	5,914,070
Total Net Position	\$ 4,937,133	\$ 6,965,146

See accompanying notes to the basic financial statements.

TOWN OF TRUCKEE
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	Business-Type Activities - Enterprise Funds		
	<u>Parking Fund</u>	<u>Transit Fund</u>	<u>Solid Waste Fund</u>
<u>OPERATING REVENUES</u>			
Charges for services	\$ 710,801	\$ 344,422	\$ 6,365,879
Fines and forfeitures	<u>123,568</u>	<u>-</u>	<u>-</u>
Total Operating Revenue	<u>834,369</u>	<u>344,422</u>	<u>6,365,879</u>
<u>OPERATING EXPENSES</u>			
Salaries and benefits	392,455	300,360	275,152
Services and supplies	408,456	1,664,764	6,024,638
Depreciation	<u>17,968</u>	<u>73,830</u>	<u>5,253</u>
Total Operating Expenses	<u>818,879</u>	<u>2,038,954</u>	<u>6,305,043</u>
Operating Income (Loss)	<u>15,490</u>	<u>(1,694,532)</u>	<u>60,836</u>
<u>NON-OPERATING REVENUES (EXPENSES)</u>			
Interest income	41,166	-	16,065
Interest expense	-	(6,058)	-
Intergovernmental revenue	-	3,634,096	10,000
Miscellaneous	<u>-</u>	<u>7,261</u>	<u>-</u>
Total Non-Operating Revenues (Expenses)	<u>41,166</u>	<u>3,635,299</u>	<u>26,065</u>
Income Before Transfers	<u>56,656</u>	<u>1,940,767</u>	<u>86,901</u>
<u>TRANSFERS</u>			
Transfers in	21,253	-	-
Transfers out	<u>(412,800)</u>	<u>(1,462,592)</u>	<u>(51,035)</u>
Total Transfers	<u>(391,547)</u>	<u>(1,462,592)</u>	<u>(51,035)</u>
Change in net position	(334,891)	478,175	35,866
Net Position - July 1, 2024	<u>1,112,164</u>	<u>34,368</u>	<u>768,755</u>
Prior period restatement (Note 17)	<u>(71,008)</u>	<u>5,896</u>	<u>(1,312)</u>
Net Position - July 1, 2024, restated	<u>1,041,156</u>	<u>40,264</u>	<u>767,443</u>
Net Position - June 30, 2025	<u>\$ 706,265</u>	<u>\$ 518,439</u>	<u>\$ 803,309</u>

See accompanying notes to the basic financial statements.

TOWN OF TRUCKEE
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION (CONTINUED)
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	Business-Type Activities - Enterprise Funds	
	Building and Safety Fund	Totals
<u>OPERATING REVENUES</u>		
Charges for services	\$ 1,886,849	\$ 9,307,951
Fines and forfeitures	<u>10,417</u>	<u>133,985</u>
Total Operating Revenue	<u>1,897,266</u>	<u>9,441,936</u>
<u>OPERATING EXPENSES</u>		
Salaries and benefits	1,264,886	2,232,853
Services and supplies	772,968	8,870,826
Depreciation	<u>-</u>	<u>97,051</u>
Total Operating Expenses	<u>2,037,854</u>	<u>11,200,730</u>
Operating Income (Loss)	<u>(140,588)</u>	<u>(1,758,794)</u>
<u>NON-OPERATING REVENUES (EXPENSES)</u>		
Interest income	260,826	318,057
Interest expense	-	(6,058)
Intergovernmental revenue	-	3,644,096
Miscellaneous	<u>6,066</u>	<u>13,327</u>
Total Non-Operating Revenues (Expenses)	<u>266,892</u>	<u>3,969,422</u>
Income Before Transfers	<u>126,304</u>	<u>2,210,628</u>
<u>TRANSFERS</u>		
Transfers in	-	21,253
Transfers out	<u>(50,000)</u>	<u>(1,976,427)</u>
Total Transfers	<u>(50,000)</u>	<u>(1,955,174)</u>
Change in net position	76,304	255,454
Net Position - July 1, 2024	<u>4,830,039</u>	<u>6,745,326</u>
Prior period restatement (Note 17)	<u>30,790</u>	<u>(35,634)</u>
Net Position - July 1, 2024, restated	<u>4,860,829</u>	<u>6,709,692</u>
Net Position - June 30, 2025	<u>\$ 4,937,133</u>	<u>\$ 6,965,146</u>

See accompanying notes to the basic financial statements.

**TOWN OF TRUCKEE
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2025**

	Business-type Activities - Enterprise Funds		
	<u>Parking Fund</u>	<u>Transit Fund</u>	<u>Solid Waste Fund</u>
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
Cash received from customers	\$ 842,236	\$ 312,254	\$ 6,348,513
Cash paid to suppliers	(427,324)	(1,720,175)	(5,599,928)
Cash paid to employees	<u>(430,960)</u>	<u>(266,259)</u>	<u>(253,989)</u>
Net Cash Provided by (Used for) Operating Activities	<u>(16,048)</u>	<u>(1,674,180)</u>	<u>494,596</u>
<u>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES</u>			
Intergovernmental revenues received	-	3,818,215	10,000
Interfund receipts	21,253	-	-
Interfund disbursements	<u>(412,800)</u>	<u>(1,462,592)</u>	<u>(51,035)</u>
Net Cash Provided by (Used for) Non-Capital Financing Activities	<u>(391,547)</u>	<u>2,355,623</u>	<u>(41,035)</u>
<u>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</u>			
Acquisition of capital assets	-	(671,830)	(49,270)
Principal paid on long-term debt	<u>-</u>	<u>(4,946)</u>	<u>-</u>
Net Cash Used for Capital and Related Financing Activities	<u>-</u>	<u>(676,776)</u>	<u>(49,270)</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>			
Interest and dividends	<u>42,930</u>	<u>(4,667)</u>	<u>15,236</u>
Net Cash Provided by (Used for) Investing Activities	<u>42,930</u>	<u>(4,667)</u>	<u>15,236</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(364,665)	-	419,527
Cash and Cash Equivalents - July 1, 2024	<u>1,215,997</u>	<u>-</u>	<u>613,521</u>
Cash and Cash Equivalents - June 30, 2025	<u>\$ 851,332</u>	<u>\$ -</u>	<u>\$ 1,033,048</u>

See accompanying notes to the basic financial statements.

**TOWN OF TRUCKEE
STATEMENT OF CASH FLOWS (CONTINUED)
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2025**

	Business-type Activities - Enterprise Funds	
	Building and Safety Fund	Totals
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Cash received from customers	\$ 1,897,266	\$ 9,400,269
Cash paid to suppliers	(770,873)	(8,518,300)
Cash paid to employees	<u>(1,167,269)</u>	<u>(2,118,477)</u>
Net Cash Provided by (Used for) Operating Activities	<u>(40,876)</u>	<u>(1,236,508)</u>
<u>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES</u>		
Intergovernmental revenues received	6,066	3,834,281
Interfund receipts	-	21,253
Interfund disbursements	<u>(50,000)</u>	<u>(1,976,427)</u>
Net Cash Provided by (Used for) Non-Capital Financing Activities	<u>(43,934)</u>	<u>1,879,107</u>
<u>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</u>		
Acquisition of capital assets	(103,498)	(824,598)
Principal paid on long-term debt	<u>-</u>	<u>(4,946)</u>
Net Cash Used for Capital and Related Financing Activities	<u>(103,498)</u>	<u>(829,544)</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Interest and dividends	<u>260,775</u>	<u>314,274</u>
Net Cash Provided by (Used for) Investing Activities	<u>260,775</u>	<u>314,274</u>
Net Increase (Decrease) in Cash and Cash Equivalents	72,467	127,329
Cash and Cash Equivalents - July 1, 2024	<u>5,343,975</u>	<u>7,173,493</u>
Cash and Cash Equivalents - June 30, 2025	<u>\$ 5,416,442</u>	<u>\$ 7,300,822</u>

See accompanying notes to the basic financial statements.

**TOWN OF TRUCKEE
STATEMENT OF CASH FLOWS (CONTINUED)
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2025**

	<u>Business-type Activities - Enterprise Funds</u>		
	<u>Parking Fund</u>	<u>Transit Fund</u>	<u>Solid Waste Fund</u>
<u>RECONCILIATION OF OPERATING INCOME (LOSS)</u>			
<u>TO NET CASH PROVIDED BY (USED FOR)</u>			
<u>OPERATING ACTIVITIES:</u>			
Operating Income (loss)	\$ 15,490	\$ (1,694,532)	\$ 60,836
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:			
Depreciation and amortization	17,968	73,830	5,253
Pension and OPEB expense	17,492	9,545	5,040
Changes in assets and liabilities:			
(Increase) decrease in accounts receivable	7,867	(32,148)	(17,366)
Increase (decrease) in accounts payable	(18,868)	(55,431)	424,710
Increase (decrease) in compensated absences	<u>(55,997)</u>	<u>24,556</u>	<u>16,123</u>
Net Cash Provided by (Used for) Operating Activities	<u>\$ (16,048)</u>	<u>\$ (1,674,180)</u>	<u>\$ 494,596</u>

See accompanying notes to the basic financial statements.

**TOWN OF TRUCKEE
STATEMENT OF CASH FLOWS (CONTINUED)
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2025**

	Business-type Activities - Enterprise Funds	
	Building and Safety Fund	Totals
<u>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:</u>		
Operating Income (loss)	\$ (140,588)	\$ (1,758,794)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:		
Depreciation and amortization	-	97,051
Pension and OPEB expense	36,291	68,368
Changes in assets and liabilities:		
(Increase) decrease in accounts receivable	-	(41,647)
Increase (decrease) in accounts payable	2,095	352,506
Increase (decrease) in compensated absences	61,326	46,008
Net Cash Provided by (Used for) Operating Activities	\$ (40,876)	\$ (1,236,508)

See accompanying notes to the basic financial statements.

**TOWN OF TRUCKEE
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUND
JUNE 30, 2025**

	<u>Redevelopment Successor Agency Fund</u>
<u>ASSETS</u>	
Cash and investments	\$ 655,388
Interest receivable	3,348
Prepaid expenses	1,604
Notes receivable	117,748
Capital assets:	
Depreciable capital assets	217,816
Less: accumulated depreciation	<u>(217,816)</u>
Total Capital assets	<u>-</u>
Total Assets	<u>778,088</u>
<u>LIABILITIES</u>	
Interest payable	110,467
Long-term liabilities:	
Due within one year	454,361
Due in more than one year	<u>8,957,956</u>
Total Long-term liabilities	<u>9,412,317</u>
Total Liabilities	<u>9,522,784</u>
<u>NET POSITION</u>	
Held in Trust	<u>(8,744,696)</u>
Total Net Position	<u>\$ (8,744,696)</u>

See accompanying notes to the basic financial statements.

**TOWN OF TRUCKEE
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	<u>Redevelopment Successor Agency Fund</u>
<u>ADDITIONS</u>	
Property taxes	\$ 350,753
Use of money and property	23,652
Other revenue	<u>9,495</u>
Total Additions	<u>383,900</u>
<u>DEDUCTIONS</u>	
Program expenses	3,388
Administrative expenses	-
Interest and fiscal agency expenses	<u>259,471</u>
Total Deductions	<u>262,859</u>
Change in Fiduciary Net Position	121,041
Fiduciary Net Position - July 1, 2024	<u>(8,865,737)</u>
Fiduciary Net Position - June 30, 2025	<u>\$ (8,744,696)</u>

See accompanying notes to the basic financial statements.

TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. The Reporting Entity

The Town of Truckee (Town) incorporated on March 23, 1993, and became a charter Town on September 15, 1995. It is governed under the laws governing charter cities and other applicable state statutes. The Town operates under a Council form of government and provides the following services: public safety, maintenance of roadways, public improvements, community planning, zoning, general administrative services, solid waste, building and safety, parking, and transit.

The governmental reporting entity consists of the Town (Primary Government) and its component units. Component units are legally separate organizations for which the Primary Government, the Council, is financially accountable. Additionally, there are other organizations whose component unit nature and significant relationship with the Town are such that exclusion would cause the Town's financial statements to be misleading or incomplete. Financial accountability is defined as the appointment of a voting majority of the component unit's board, and either (i) the Town's ability to impose its will on the organization or (ii) there is potential for the organization to provide a financial benefit to or impose a financial burden on the Town.

Reporting for component units on the Town's financial statements can be blended or discretely presented. Blended component units are, although legally separate entities, in substance part of the Town's operations, and therefore, data from these units are combined with data of the primary government. Discretely presented component units would be reported in a separate column in the government-wide financial statements to emphasize that the unit is legally separate from the primary government.

For financial reporting purposes, the Town's basic financial statements include all activities that are controlled by or are dependent upon the actions taken by the Town Council.

Blended Component Units

Component Units that are blended into the reporting activity types of the Town's report are presented as follows:

Truckee Public Financing Authority

The Truckee Public Financing Authority is a public agency created under a joint exercise of powers agreement between the Town and the former Town of Truckee Redevelopment Agency (now the Redevelopment Successor Agency). The governing body is substantially the same as the primary government, and the Town and the component unit are financially interdependent. Because the unit meets all criteria of a component unit, the unit is presented by blending with the primary government. Separate audited financial statements for the Truckee Public Financing Authority are not issued. Debt of the Truckee Public Financing Authority related to Town operations is shown as long-term debt of the Town. Debt related to the Redevelopment Successor Agency is shown as debt of the fiduciary fund.

Discretely Presented Component Units

There are no component units of the Town that meet the criteria for discrete presentation.

B. Basis of Presentation

The Town's basic financial statements are prepared in conformity with accounting principles generally accepted in the United States of America. The Government Accounting Standards Board is the acknowledged standard setting body for establishing accounting and financial reporting standards followed by governmental entities in the United States of America.

These standards require that the financial statements described below be presented.

TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Government-wide Financial Statements:

The statement of net position and statement of activities display information about the primary government, the Town, and its component unit. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the governmental and business-type activities of the Town. Governmental activities, which are normally supported by taxes and inter-governmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees charged to external parties. The statement of activities presents a comparison between direct expenses and program revenues for each different identifiable activity of the Town's business-type activities and for each function of the Town'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 (i) charges paid by the recipient of goods and services offered by the program and (ii) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented instead as general revenues.

Fund Financial Statements:

Fund financial statements of the reporting entity are organized into funds, each of which is considered a separate accounting entity. Each 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. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the Town or meets both of the following criteria:

- a. Total assets and deferred outflows of resources, liabilities and deferred inflows of resources, revenues, or expenditures of that individual governmental or proprietary fund are at least 10% of the corresponding total for all funds of that category or type; and
- b. Total assets and deferred outflows of resources, liabilities and deferred inflows of resources, revenues, or expenditures of the individual governmental or proprietary fund are at least 5% of the corresponding total for all governmental and proprietary funds combined.

The Town has opted to classify some funds as major despite not meeting the recognition criteria. All remaining governmental funds are aggregated and reported as nonmajor funds in a single column, regardless of their fund type.

The funds of the financial reporting entity are described below:

Governmental Funds

General Fund - The general fund is the general operating fund of the Town and is always classified as a major fund. It is used to account for all activities except those legally or administratively required to be accounted for in other funds.

Special Revenue Funds - Special revenue funds are used to account for the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Debt Service Fund - Debt service funds are used to account for financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

Capital Projects Funds - Capital project funds are used to account for financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Proprietary Funds

Enterprise Funds - Enterprise funds are used to account for business-like activities provided to the general public. These activities are financed primarily by user charges and the measurement of financial activity focuses on net income measurement similar to the private sector.

Fiduciary Funds (not included in government-wide statements)

Private Purpose Trust Funds - Private purpose trust funds are used to report all other trust arrangements under which principal and income benefit individuals, private organizations, or other governments.

The Town reports the following as major governmental funds:

General Fund - The General Fund is used to account for all revenues and expenditures necessary to carry out basic governmental activities of the Town that are not accounted for through other funds. For the Town, the General Fund includes such activities as public safety, maintenance of streets, public improvements, planning, zoning, housing, sustainability, economic development, and general administrative services.

Capital Projects Fund - The Capital Projects Fund is used to account expenditures for major capital acquisitions and construction undertaken by the Town. Expenditures are funded via transfer of resources from various Town special revenue funds, enterprise funds and the General Fund, as well as receipt of grant funds and miscellaneous private contributions.

Town Bond Reserve Fund - The Town Bond Reserve Fund is used to hold the balance of reserve accounts and monies-held-in escrow for outstanding Town-issued debt.

Measure R Trails Fund - The Measure R Trails Fund is a special revenue fund used to account for revenue and expenditures related to a ¼ percent sales and use tax, passed in June of 2014. The revenues generated by this sales tax are collected for use in trail construction and maintenance within the Town boundaries.

Measure U Trails Fund - The Measure U Trails Fund used to account for revenues and expenditures related to a ½ percent sales and use tax approved by voters in June 2022, which renewed and replaced the prior Measure R trails tax. The revenues generated by this tax are restricted for the construction, improvement, maintenance, and repair of trails, bike lanes, and multi-use paths within and around the Town of Truckee, including completion of the Truckee River Legacy Trail and implementation of safe routes to schools. Measure U revenues remain locally controlled and are subject to annual audits and citizen oversight.

Traffic Impact Fees Fund - The Traffic Impact Fees Fund is a special revenue fund used to account for traffic impact fee revenues and the associated expenditures. The impact fees are collected along with permitting fees for specific development projects in the Town and are used to offset the traffic impacts on existing Town roads caused by the new development.

Debt Service Fund - The Debt Service Fund is used to track payment of debt principal and interest on the Town's outstanding bonds. This fund receives "transfers in" of resources from other Town funds (primarily the General Fund) to meet the payment obligations.

Measure V Road Maintenance Fund - The Measure V Road Maintenance Fund is a special revenue fund used to account for revenue and expenditures related to a ½ percent sales and use tax, passed in November of 2008. These funds are collected for use on road maintenance and related infrastructure within the Town. Measure V revenues remain locally controlled and are subject to annual audits and citizen oversight.

Measure E Fund - Measure E Fund used to account for revenues and expenditures related to a ½ percent transactions and use (sales) tax approved by Truckee voters in November 2024. The revenues generated by this tax are collected for use in funding essential Town services, including wildfire and emergency preparedness, transit services, environmental protection, maintenance of public facilities and spaces, workforce housing programs, and other general government purposes. All Measure E revenues are locally controlled, subject to independent audits, and are intended to support the long-term sustainability of essential services within the Town.

TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

HOME Grant Fund - HOME Grant Fund is a special revenue fund used to account for activity of various HOME grant programs facilitated by the Town to fund long-term down payment assistance loans for low/very low income housing units.

Town Special Service Areas (TSSA) Funds - The Town Special Service Areas (TSSA) Funds are collected as part of property tax in certain Town neighborhoods and are available for use on enhanced road and transportation related maintenance services within those areas.

The Town reports the following proprietary funds:

Parking Fund - The Parking Fund is an enterprise fund used to account for the operation of the Town's downtown parking facilities.

Transit Fund - The Transit Fund is an enterprise fund used to account for the operations of public transportation.

Solid Waste Fund - The Solid Waste Fund is an enterprise fund used to account for regular garbage collection services, collection of yard waste, and recycling and waste reduction programs. Services are provided to residential and business locations on a user charge basis.

Building and Safety Fund - The Building and Safety Fund is an enterprise fund used to account for the operations of the division in enforcing State and Town laws and regulations concerning the safety of structures.

The Town reports the following fiduciary fund:

Redevelopment Successor Agency (RSA) Fund - The Redevelopment Successor Agency (RSA) Fund is used to account for the activities of the former Truckee Redevelopment Agency formed in accordance with State law.

C. Measurement Focus and Basis of Accounting

The government-wide and proprietary fund financial statements are reported using the economic resource measurement focus and accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time the liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the Town gives (or receives) value without directly receiving (or giving) equal value in exchange, include property and sales tax, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenues from sales tax are recognized in the period in which the underlying transaction takes place. Revenues from grants, entitlements and donations are recognized in the fiscal year in which all eligible requirements have been met.

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 and sales taxes, interest, certain state and federal grants, and charges for services are accrued when their receipt occurs within sixty days after the end of the accounting period. This is the criteria for receipts to be both considered measurable and available. 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 general long-term liabilities and acquisitions under financed purchases are reported as other financing sources.

Operating expenses for proprietary enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenue and expenses.

TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Budgetary Information

Budgetary Basis of Accounting: Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the General Fund, the Measure R Trails Fund, the Traffic Impact Fees Fund, the Measure V Road Maintenance Fund, and the Town Special Service Areas Fund. The HOME Grant Fund does not have an appropriated budget since other means control the use of these resources (e.g., grant awards). The following non-major special revenue funds have legally adopted budgets: Air Quality Mitigation Fund, Community Facilities District Fund, and Facilities Impact Fees Fund.

The appropriated budget is prepared by fund, function, and department. The Town of Truckee's Town Manager can make transfers within a specific fund. Transfers between funds require approval from the Council. The legal level of budget control (i.e., the level at which expenditures may not legally exceed appropriations) is at the fund level.

Appropriations in all budgeted funds lapse at the end of the fiscal year.

E. Cash and Investments

The Town pools cash and investments of all funds except for amounts held by fiscal agent. Each fund's share in this pool is displayed in the accompanying financial statements as cash and investments. State statutes authorize the Town to invest its cash surplus in obligations of the U.S. treasury, agencies and instrumentalities, corporate bonds, medium term notes, bankers' acceptances, certificates of deposit, commercial paper, repurchase agreements, and the State of California Local Agency Investment Fund. Investment income from pooled investments is allocated to all funds in the pool. Interest is allocated based on average month end cash balance amounts for each fund as a percentage of the total balance. Income from non-pooled investments is recorded based on specific investments held by the fund. Interest income is recorded in the fund that earned the interest.

For purposes of the statement of cash flows, the Town has defined cash and cash equivalents to be cash and petty cash funds, equity in the Town's cash and investment pool, and restricted non-pooled investments with initial maturities of three months or less.

The Town categorizes the fair value measurements of its investments based on the hierarchy established by generally accepted accounting principles. The fair value hierarchy, which has three levels, is based on the valuation inputs used to measure an asset's fair value: Level 1 inputs are quoted prices in an active market for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The Town does not have any investments that are measured using Level 3 inputs. Cash deposits are reported at the carrying amount, which reasonably estimates fair value.

F. Accounts and Interest Receivable

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivable balances for the governmental activities include taxes, grants, and interest. Business-type activities report user fees and interest earnings as their major receivables.

In the fund financial statements, material receivables in governmental funds include revenue accruals such as taxes, grants, interest, and other intergovernmental revenues since they are usually both measurable and available. Non-exchange transactions that are collectible but not available are recorded as deferred inflows in the fund financial statements in accordance with the modified accrual basis of accounting but not deferred in the government-wide financial statements in accordance with the accrual basis of accounting. Interest and investment earnings are recorded when earned, but only if paid within 60 days since they would be considered both measurable and available. Proprietary fund material receivables consist of all revenues earned at year-end and not yet received. User fee receivable and interest receivables compose the majority of proprietary fund receivables. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable.

TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Interfund Transactions

Interfund transactions are used to reflect interfund loans, services provided or used, reimbursements, or transfers.

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

Services provided or used, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses.

Reimbursements occur when the funds responsible for particular expenditures or expenses repay the funds that initially paid for them. Such reimbursements are treated as an adjustment to expenditures or expenses; that is an increase in expenditures or expenses in the reimbursing fund and a corresponding decrease in the expenditures or expenses in the reimbursed fund.

All other interfund transactions are treated as transfers. Transfers between governmental and proprietary funds are netted as part of the reconciliation to the government-wide presentation. See Note 5 for details of interfund transactions, including receivables and payables at year-end.

H. Prepaid Expenses and Inventory

Governmental fund inventories are recorded as expenditures at the time the inventory is purchased. Inventory is valued at net realizable value. Due to this valuation method, some items are valued above cost. The overall increase in inventory value due to this valuation method is immaterial. The Town’s inventory balance includes supplies used in the road maintenance, snow removal, and fleet divisions of the public works department, as well as the public safety department. Change in the inventory balance is reported as a direct adjustment to public works and public safety expenditures. Certain payments to vendors reflect costs applicable to future accounting periods. These costs are recorded as prepaid costs in both the government-wide and fund financial statements. The cost of prepaid items is recorded as an expense when consumed rather than when purchased.

I. Loans Receivable

For the purposes of the fund financial statements, General Fund, HOME Grant Fund and special revenue fund expenditures relating to loans receivable arising from mortgage subsidy programs and other loan programs are charged to operations at the time of funding when the loans are recorded. Loans receivables include loans for which repayment is deferred or for which repayment may be forgiven if certain terms or conditions of the loans are met.

**TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. Leases Receivable

The Town is a lessor for noncancellable leases for buildings. The Town recognizes a lease receivable and a deferred inflow of resources in the government-wide and governmental fund financial statements.

At the commencement of a lease, the Town measures leases receivable at the present value of rent payments expected to be received during the contract term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The Town records deferred inflows of resources at the initiation of the contract in an amount equal to the initial recording of the leases receivable plus incentive payments received, if any. The deferred inflow of resources is amortized on a straight-line basis over the term of the contract. If there is no stated rate in the contract and the implicit rate cannot be determined, the Town uses its own estimated incremental borrowing rate as the discount rate to measure the leases receivable. The Town's estimated incremental borrowing rate is based on market data for AAA rated debt.

Key estimates and judgments include how the Town determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts.

- The Town uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease.
- Lease receipts included in the measurement of the lease receivable are composed of fixed payments from the lessee.

The Town monitors changes in circumstances that would require a remeasurement of its leases, and will remeasure the leases receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

K. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (i.e., roads, bridges, sidewalks) are defined by the Town as an asset with an expected life greater than one year and a cost greater than \$5,000.

Property, plant, and equipment have been stated at actual cost. Infrastructure assets, including roads, have been stated at historical cost, beginning with the fiscal year 1997. Contributed capital assets, or donated works of art or similar items, or capital assets received in service concession arrangements are recorded at estimated acquisition value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset nor materially extend the life of the asset are not capitalized.

The accounting treatment over capital assets depends on whether the assets are used in operations accounted for in a governmental fund or in a proprietary fund, as well as whether or not they are reported in the government-wide or fund financial statements.

Government-wide Statements

In the government-wide financial statements, property, plant, and equipment assets are accounted for as capital assets.

Depreciation of all exhaustible capital assets (i.e., assets with a finite useful life) is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is recorded over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Structures and improvements	25 - 60 years
Equipment	4 - 25 years
Infrastructure	15 - 25 years

TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Financial Statements

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund at the time of acquisition. Capital assets used in proprietary fund operations are accounted for in the same manner as in the government-wide financial statements.

L. Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position, or balance sheet, will report deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets balance that applies to future period(s) and so will not be recognized as an outflow of resources (expenses/expenditures) until that time. In addition to liabilities, the Statement of Net Position will report a separate section for deferred inflows of resources. This element, deferred inflows of resources, represents an acquisition of net assets that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

M. Long Term Liabilities

In the government-wide financial statements and the proprietary fund types in the fund financial statements, long-term liabilities, and other long term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Initial issue bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method. The difference between the reacquisition price of refunding bonds and the net carrying amount of refunded debt (deferred amount on refunding) is amortized over the shorter of the lives of the refunding debt or remaining life of the refunded debt. Bond issuance costs, except for insurance, are expensed in the period incurred. Amortization of bond premiums or discounts, insurance costs, and deferred amounts on refunding is included in interest expense.

In the fund financial statements, governmental fund types recognize bond premiums, discounts, and issuance costs during the period issued. The face amount of debt issued is reported as other financing sources. Premiums received are reported as other financing sources, while discounts are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

N. Subscription Based Information Technology Arrangements (SBITA)

A SBITA is defined as a contractual agreement that conveys control of the right to use another party's (a SBITA vendor's) information technology (IT) software, alone or in combination with tangible capital assets (the underlying IT assets), as specified in the contract for a minimum contractual period of greater than one year, in an exchange or exchange-like transaction.

The Town uses various SBITA assets that it contracts through cloud computing arrangements, such as software as a service and platform as a service. The related obligations are presented in amounts equal to the present value of subscription payments, payable during the remaining SBITA term. SBITA assets are reported with other capital assets and SBITA liabilities are reported with long-term debt on the statement of net position.

The Town uses its estimated incremental borrowing rate to measure subscription liabilities unless it can readily determine the interest rate in the arrangement. The Town's estimated incremental borrowing rate is based on market data for AAA rated debt adjusted for the market spread.

**TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

O. Compensated Absences

The Town's policy regarding compensated absences is to permit employees to accumulate a limited amount of earned but unused vacation leave, compensatory leave, and vested sick time. Vesting of sick time is specified under the Town's various labor memoranda of understanding. The liability for these compensated absences is determined annually and recorded as long-term debt in the government-wide financial statements, and in the proprietary fund financial statements. The current portion of this debt is 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, as a result of employee's resignation or retirement.

The Town includes its share of Medicare taxes payable on behalf of the employees in the accrual of compensated absences and the estimated contractually required defined contribution retirement plan contributions. Compensated absences are liquidated by the fund that has recorded the liability. Governmental activities compensated absences are liquidated primarily by the General Fund and business-type activity compensated absences are liquidated by the respective enterprise fund.

P. Pensions

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

Q. Other Postemployment Benefits (OPEB)

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB and OPEB expense, information about the fiduciary net position of the Town's plan (OPEB Plan) and additions to/deductions from the OPEB Plan's fiduciary net position have been determined on the same basis. For this purpose, benefit payments are recognized when currently due and payable in accordance with the benefit terms. 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, 2023
Measurement Date	June 30, 2024
Measurement Period	July 1, 2023 to June 30, 2024

**TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

R. Net Position/Fund Balance

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

- a. Net investment in capital assets - Consists of capital assets including restricted capital assets and SBITA 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.
- b. Restricted net position - Consists of resources with constraints place 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.
- c. Unrestricted net position - All other resources that do not meet the definition of "restricted" or "net investment in capital assets."

Net Position Flow Assumptions: The Town of Truckee does on occasion fund outlays for a particular purpose with both restricted and unrestricted resources. When both restricted and unrestricted resources are available, restricted net position is considered depleted before unrestricted net position.

The Town implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balances more transparent. The following classifications describe the relative strength of the spending constraints:

- a. Nonspendable - Amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. For the Town, these amounts include inventory and prepaid assets.
- b. Restricted - Amounts that can be spent only for specific purposes because of constitutional provisions, enabling legislation, or constraints that are externally imposed by creditors, grantors, contributors, or the laws/regulations of another government.
- c. Committed - Amounts that can be used only for specific purposes determined by a formal action of Town Council. The Town Council is the highest level of decision-making authority for the Town. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by the Council. The Town did not have any committed resources as of June 30, 2025.
- d. Assigned - Amounts that do not meet the criteria to be classified as restricted or committed but are intended for use for specific purposes. This intent can be expressed by the Town Council or by an official or body to whom the Town Council delegates authority. These are referred to as designations in the Town's annual budget.
- e. Unassigned - Amounts not included in other spendable classifications. Positive amounts are reported only in the General Fund.

**TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

S. Property Tax Levy, Collection and Maximum Rates

The State of California's (State) Constitution Article XIII A provides that the combined maximum property tax rate at any given property may not exceed 1% of its assessed value unless an additional amount for general obligation debt has been approved by the voters. Assessed value is calculated at 100% of market value, as defined in Article XIII A, and may be adjusted by no more than 2% per year unless the property is sold or transferred.

The State Legislature has determined the method of distribution of receipts for the 1% tax levy among the county, cities, school districts and other districts.

The County of Nevada (County) assesses, bills for, and collects property taxes along the following schedule:

	Secured	Unsecured
Valuation/Lien Dates	January 1	January 1
Levy Date	January 1	January 1
Due Dates	November 1 (1st installment) February 1 (2nd installment)	July 1
Delinquent Dates	December 10 (1st installment) April 10 (2nd installment)	August 31

The term "unsecured" refers to taxes on personal property other than land or buildings. These taxes are secured by liens on the property being taxed. Property tax revenues are recognized in the fiscal year for which they are levied, provided they are due and collected within sixty days after the fiscal year end.

The County of Nevada apportions secured property tax revenue in accordance with the alternate methods of distribution, the "Teeter Plan", as prescribed by Section 4717 of the California Revenue and Taxation Code. Therefore, the Town receives 100% of the secured property tax levies to which it is entitled, whether or not collected. Entities/counties not using the Teeter Plan, allocate out interest and penalties collected along with delinquent property taxes to the agencies based on their pro rata share of delinquent property tax collected. Unsecured delinquent taxes are considered fully collectible.

T. Grant Revenue

Certain grant revenues are recognized when specific related expenditures have been incurred. In other grant programs, monies are virtually unrestricted as to purpose of expenditures and are only revocable for failure to comply with prescribed compliance requirements. These revenues are recognized at the time of receipt, or earlier if accrual criteria are met. Cash received prior to incurrence of related expenditures is recorded as unearned revenue.

**TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

U. Expenditures/Expenses

In the government-wide financial statements, expenses are classified by function for both governmental and business-type activities.

In the fund financial statements, expenditures are classified as follows:

Governmental Funds - By Character
 Current (further classified by function)
 Capital Outlay
 Debt Service
Proprietary Fund - By Operating and Non-Operating

V. Estimates

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

W. Implementation of Government Accounting Standards Board Statements

Effective July 1, 2024, the Town implemented the following accounting and financial reporting standards:

Government Accounting Standards Board Statement No. 101

In June 2022, GASB issued Statement No. 101, *Compensated Absences*. The primary objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences by aligning the recognition and measurement guidance under a unified model and amending certain previously required disclosures. The Town adopted this accounting guidance for its June 30, 2025 year-end.

Government Accounting Standards Board Statement No. 102

In December 2023, GASB issued Statement No. 102, *Certain Risk Disclosures*. The primary objective of this Statement is to provide users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints. A concentration is defined as a lack of diversity related to an aspect of a significant inflow of resources or outflow of resources. A constraint is a limitation imposed on a government by an external party or by formal action of the government's highest level of decision-making authority. There was no impact to the Town's financial position as a result of adoption.

X. Future Government Accounting Standards Board Statements

These statements are not effective until July 1, 2025 or later. The Town has not determined the effects on the financial statements.

Governmental Accounting Standards Board Statement No. 103

In April 2024, GASB issued Statement No. 103, *Financial Reporting Model Improvements*. The objective of this Statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. This Statement also addresses certain application issues. The requirements of this statement are effective for the Town's fiscal year ending June 30, 2026.

**TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Governmental Accounting Standards Board Statement No. 104

In September 2024, GASB issued Statement No. 104, *Disclosure of Certain Capital Assets*. The objective of this Statement is to provide users of government financial statements with essential information about certain types of capital assets. This Statement requires certain types of capital assets to be disclosed separately in the capital assets note disclosures required by Statement 34 and also requires additional disclosures for capital assets held for sale. The requirements of this statement are effective for the Town's fiscal year ending June 30, 2026.

Governmental Accounting Standards Board Statement No. 105

In December 2025, the Governmental Accounting Standards Board (GASB) issued Statement No. 105, *Subsequent Events*. The objective of this Statement is to improve the financial reporting requirements for subsequent events by enhancing consistency in their application and better meeting the information needs of financial statement users. This Statement defines subsequent events as transactions or other events that occur after the date of the financial statements but before the date the financial statements are available to be issued. It also clarifies the distinction between recognized and nonrecognized subsequent events and establishes specific note disclosure requirements, including disclosure of the date through which subsequent events have been evaluated. The requirements of this Statement are effective for the Town's fiscal year beginning July 1, 2026. Early application is encouraged.

NOTE 2: CASH AND INVESTMENTS

The Town pools cash from all sources and all funds, except certain specific investments within funds and cash with fiscal agents, so that it can be invested at the maximum yield, consistent with safety and liquidity, while individual funds can make expenditures at any time.

Cash and investments as of June 30, 2025 were classified in the accompanying financial statements as follows:

	Cash and Investments	Restricted Cash and Investments	Total
Governmental activities	\$ 111,102,244	\$ 332,697	\$ 111,434,941
Business-type activities	<u>7,300,822</u>	<u>-</u>	<u>7,300,822</u>
Total government-wide cash and investments	<u>118,403,066</u>	<u>332,697</u>	<u>118,735,763</u>
Fiduciary activities	<u>655,388</u>	<u>-</u>	<u>655,388</u>
Total cash and investments	<u>\$ 119,058,454</u>	<u>332,697</u>	<u>119,391,151</u>

**TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 2: CASH AND INVESTMENTS (CONTINUED)

Cash and investments were carried at fair value as of June 30, 2025 and consisted of the following:

Cash on hand	\$	800
Cash with fiscal agent		332,697
Cash in banks		<u>7,078,167</u>
Total cash and deposits		<u>7,411,664</u>
U.S. Government (Agency) Securities		2,952,216
U.S. Treasuries		15,758,748
Corporate Medium Term Notes		9,110,136
Asset Backed Securities		3,376,139
Supranationals		1,447,187
Commercial Paper		744,800
Collateralized Mortgage Obligations		3,789,922
Interest-bearing cash		3,100
Local Agency Investment Fund (LAIF)		<u>74,797,239</u>
Total investments		<u>111,979,487</u>
Total cash and investments	\$	<u><u>119,391,151</u></u>

Deposits

The State of California Government Code requires California banks, savings, and loan associations to collateralize a Town's deposits by pledging government securities. The market value of pledged securities must equal at least 110% of a Town's deposits. California law also allows financial institutions to collateralize Town deposits by pledging first trust deed mortgage notes having a value of 150% of a Town's total deposits. The Town may waive collateral requirements for deposits, which are fully insured up to the \$250,000 Federal Deposit insurance amount.

At year-end, the carrying amount of the Town's cash deposits (including only checking accounts and money market accounts) was \$7,078,167 and the bank balance was \$6,452,527. The difference between the bank balance and the carrying amount represents outstanding checks and deposits in transit. Of the bank balance, including bond trust funds, \$465,964 was covered by federal deposit insurance and \$5,986,563 was uninsured and collateralized (i.e., collateralized with securities held by the pledging financial institution at 110% of the deposits, in accordance with the State of California Government Code, deemed to be held in the Town's name).

**TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 2: CASH AND INVESTMENTS (CONTINUED)

Authorized Investments of the Town

The table below identifies the investment types that are authorized by the Town's investment policy.

<u>Authorized Investment Category</u>	<u>Standard</u>
U.S. Government (Agency) Securities	5 years
Federal Agency Obligations	35% per issuer; 5 years
Banker's Acceptances	A-1/P-1/F-1 rated; 40% maximum; 5% per Issuer; 180 days
Commercial Paper	A-1/P-1/F-1 rated; and >A-rated long term ratings; 25% maximum; 5% per issuer; 270 days
Negotiable CDs	A-1/P-1/F-1 rated; 30% maximum; 5% per issuer; 5 years
CDs and Time Deposits	30% maximum; 5% per issuer; 5 years
Passbook Deposits	1 year
Medium-Term Notes	>A-rated; 30% maximum; 5% per issuer; 5 years
Money Market Accounts	AAA/Aaa rated; assets greater than \$500M; 20% maximum
Mortgage Pass	>AA-rated; 20% maximum; 5% per issuer; 1 year
Municipal Securities	>A-rated issuer; 30% maximum; 5% per Issuer, 5 years
Repurchase Agreements	A rated primary dealers; 30% maximum; 1 year
Supranationals	>AA-rated; 30% maximum; 5 years
LAIF	>\$75M

At June 30, 2025, the Town had the following investments:

<u>Investment Category</u>	<u>Remaining Maturity</u>		
	<u>12 months or less</u>	<u>1-5 years</u>	<u>Fair Value</u>
U.S. Government (Agency) Securities	\$ 247,722	\$ 2,704,494	\$ 2,952,216
U.S. Treasuries	6,358,951	9,399,797	15,758,748
Corporate Medium Term Notes	706,656	8,403,480	9,110,136
Asset Backed Securities	152,017	3,224,122	3,376,139
Supranationals	-	1,447,187	1,447,187
Commercial Paper	744,800	-	744,800
Collateralized Mortgage Obligations	-	3,789,922	3,789,922
Interest-bearing cash	3,100	-	3,100
Local Agency Investment Fund (LAIF)	<u>74,797,239</u>	<u>-</u>	<u>74,797,239</u>
Total investments	<u>\$ 83,010,485</u>	<u>\$ 23,731,893</u>	<u>\$ 111,979,487</u>

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. In general, the longer the amount of time to maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. All investments of the Town are invested in accordance with the investment policy of the Town. Of the Town's \$111,979,487 investment portfolio, 74% of the investments have a maturity of one year or less. Of the remainder, none has a maturity of more than five years. The Town had no investments that were highly sensitive to interest rate fluctuations as of June 30, 2025.

**TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 2: CASH AND INVESTMENTS (CONTINUED)

Credit Risk

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. State law and the Town's investment pool policy limit investments in commercial paper to the rating of A-1 by Standards & Pools or P-1 by Moody's Investor Service. State law also limits investments in corporate bonds to an A rating by both Standards & Poor's and Moody's Investors Service. The Town does not have credit limits on U.S. Government Securities or U.S. Government Agency Securities.

<u>Investments at June 30, 2025</u>	<u>Total</u>	<u>Standard & Poor's Rating</u>	<u>% of portfolio</u>
Federal Home Loan Mortgage Corporation	\$ 247,722	AA+	0.22 %
Federal Home Loan Bank	1,637,202	AA+	1.46 %
Federal Farm Credit Bank	1,067,292	AA+	0.95 %
US Treasuries	15,160,344	AA+	13.54 %
US Treasury Bill	598,404	A-1+	0.53 %
Asset Backed Securities	2,662,258	AAA	2.38 %
Asset Backed Securities	713,881	N/A	0.64 %
Interest-bearing cash	3,100	AAA	0.003 %
Supranationals	1,447,187	AAA	1.29 %
Corporate Obligations	9,110,136	A- to AAA	8.14 %
Commercial Paper	744,800	A-1	0.67 %
Collateralized Mortgage Obligations	3,370,930	AA+	3.01 %
Collateralized Mortgage Obligations	418,992	AAA	0.37 %
LAIF	<u>74,797,239</u>	Unrated	<u>66.80 %</u>
Total investments	<u>\$ 111,979,487</u>		<u>100.0 %</u>

Custodial Credit Risk

For an investment, custodial credit risk is the risk that the Town will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. At year-end, the Town did not participate in any repurchase agreements or securities lending that would result in any possible risk in this area.

Concentration Credit Risk

Approximately 16.7% of the Town's investments at year-end are in the U.S. Government or Agencies issues. There is no limitation on the amounts invested in these types of issues. Of the 8.1% of the portfolio invested in corporate notes and money market funds, no investment in a single issuer exceeds 0.459% of the total portfolio.

Investment in Local Agency Fund

The Town is a voluntary participant in the State of California Local Agency Investment Fund (LAIF) that is regulated by the California Government Code under the oversight of the Treasurer of the State of California. The fair value of the Town's investment in this pool is reported in the accompanying financial statements at amounts based upon the Town's share of the fair value provided by LAIF for the entire portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis.

On June 30, 2025, the Town's investment position in the LAIF was \$74,797,239. The total amount invested by all public agencies in LAIF on that day was \$24,489,667,095.

**TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 2: CASH AND INVESTMENTS (CONTINUED)

Investments, including derivative instruments that are not hedging derivatives, are measured at fair value on a recurring basis. Recurring fair value measurements are those that Governmental Accounting Standards Board (GASB) Statements require or permit in the statement of net position at the end of each reporting period. Fair value measurements are categorized based on the valuation inputs used to measure an asset's fair value: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. Investments' fair value measurements on June 30, 2025, are as follows:

	Level 1	Level 2	Level 3	Total
US Government and Agency Securities	\$ -	\$ 18,710,964	\$ -	\$ 18,710,964
Corporate Obligations	-	9,110,136	-	9,110,136
Asset Backed Securities	-	3,376,139	-	3,376,139
Supranationals	-	1,447,187	-	1,447,187
Commercial Paper	-	744,800	-	744,800
Collateralized Mortgage Obligations	-	3,789,922	-	3,789,922
Interest-bearing cash	3,100	-	-	3,100
	\$ 3,100	\$ 37,179,148	\$ -	\$ 37,182,248
			LAIF	74,797,239
			Total investments	111,979,487

Debt and equity securities categorized as Level 1 are valued based on prices quoted in active markets for those securities. Debt securities categorized as Level 2 are valued using a matrix pricing technique that values securities based on their relationship to benchmark quoted prices.

NOTE 3: LOANS RECEIVABLE

The loans receivable balance includes notes for down payment assistance and for the purchase of land and construction of Frishman Hollow, Frishman Hollow II, Henness Flats, and Artist Lofts low/very low-income housing complexes. Loans were funded by various grants and developer contributions.

Loans in the governmental funds are treated as expenditures in the year advanced and as revenue in the year repayment is made measurable and available. Loans receivable are recorded in the fund statements but are reported as deferred inflows of resources to indicate that they do not represent current financial resources. In the government-wide statements, loans receivable are recorded at their net realizable value.

TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 4: LEASES RECEIVABLE

The Town is reporting leases receivable of \$255,396 at June 30, 2025. For the year ended June 30, 2025, the Town reported lease revenue of \$168,769 and interest revenue of \$3,233 related to lease payments received for the following agreements:

On July 1, 2021, the Town entered into a 66-month lease as Lessor for the use of Truckee Chamber of Commerce. As of June 30, 2025, the value of the lease receivable is \$28,344. The lessee was required to make monthly fixed payments of \$1,583 until December 31, 2024. The value of the deferred inflow of resources as of June 30, 2025, was \$27,406. The lessee has exercised the extension option, for 36 months. During the extension period the base lease payment shall be increased annually by a percentage equal to the most recent year-over-year percentage increase in the Consumer Price Index for All Urban Consumers (CPI-U) for the San Francisco/Oakland/Hayward area.

On July 1, 2021, the Town entered into a 67-month lease as Lessor for the use of Truckee North Tahoe Transportation Management Association (TNT/TMA). As of June 30, 2025, the value of the lease receivable is \$11,467. The lessee was required to make monthly fixed payments of \$5,928 for the period January 31, 2024. The lease has an interest rate of 0.7030%. The value of the deferred inflow of resources as of June 30, 2025 was \$11,025. The lessee has exercised the extension option, for 36 months. During the extension period the base lease payment shall be increased annually by a percentage equal to the most recent year-over-year percentage increase in the Consumer Price Index for All Urban Consumers (CPI-U) for the San Francisco/Oakland/Hayward area.

On July 1, 2021, the Town entered into a 102-month lease as Lessor for the use of Nevada County Supervisor. As of June 30, 2025, the value of the lease receivable is \$50,565. The lessee was required to make monthly fixed payments of \$960 until December 31, 2024. The value of the deferred inflow of resources as of June 30, 2025 was \$49,103. The lessee has exercised the extension option, for 48 months. During the extension period the base lease payment shall be increased annually by a percentage equal to the most recent year-over-year percentage increase in the Consumer Price Index for All Urban Consumers (CPI-U) for the San Francisco/Oakland/Hayward area.

On July 1, 2021, Town of Truckee, CA entered into a 30-month lease as Lessor for the use of Sierra Business Council. As of June 30, 2025, the value of the lease receivable is \$17,560. The lessee was required to make monthly fixed payments of \$2,852 until December 31, 2023. The lease has an interest rate of 0.3150%. The value of the deferred inflow of resources as of June 30, 2025, was \$17,491. The lessee has one extension option, for 36 months. On January 1, 2024, the extension option was exercised. During the extension period the base lease payment shall be increased annually by a percentage equal to the most recent year-over-year percentage increase in the Consumer Price Index for All Urban Consumers (CPI-U) for the San Francisco/Oakland/Hayward area.

On July 1, 2021, the Town entered into a 34-month lease as Lessor for the use of Truckee History Railroad Museum. As of June 30, 2025, the value of the lease receivable is \$3,649. The lessee was required to make monthly fixed payments of \$1,154 to April 30, 2024. A new 20-month lease was entered into on May 1, 2024, which required fixed payments of \$613. The value of the deferred inflow of resources as of June 30, 2025, was \$3,594.

On July 1, 2021, the Town entered into a 69-month lease as Lessor for the use of California Department of Transportation (CalTrans). As of June 30, 2025, the value of the lease receivable is \$129,934. The lessee was required to make monthly fixed payments of \$6,227 to March 31, 2024. The value of the deferred inflow of resources as of June 30, 2025, was \$126,074. The lessee had one extension option, for 48 months. On April 1, 2024, the extension option was exercised. During the extension period the base lease payment shall be increased annually by a percentage equal to the most recent year-over-year percentage increase in the Consumer Price Index for All Urban Consumers (CPI-U) for the San Francisco/Oakland/Hayward area. The lessee had a termination period of 21 months as of the lease commencement. Town of Truckee, CA had a termination period of 21 months as of the lease commencement.

**TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 4: LEASES RECEIVABLE (CONTINUED)

On April 1, 2022, the Town entered into a 24-month lease as Lessor for the use of Mountain Arts Collective. As of June 30, 2025, the value of the lease receivable is \$13,877. The lessee was required to make monthly fixed payments of \$1,486 to March 31, 2024. The value of the deferred inflow of resources as of June 30, 2025, was \$13,686. The lessee has one extension option, for 12 months. During the extension period the lessee is required to make monthly fixed payments of \$1,608. On April 1, 2024, the extension option was exercised.

Future payments due to the Town under the non-cancelable agreements are as follows for the years ended June 30:

<u>For the Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 146,252	\$ 1,560	\$ 147,812
2027	80,746	570	81,316
2028	11,266	255	11,521
2029	11,390	131	11,521
2030	<u>5,742</u>	<u>18</u>	<u>5,760</u>
Total	<u>\$ 255,396</u>	<u>\$ 2,534</u>	<u>\$ 257,930</u>

The Town has recorded a deferred inflow of resources associated with these leases that will be recognized as revenue over the lease terms. As of June 30, 2025, the balance of the deferred inflow of resources was \$248,379.

**TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 5: INTERFUND TRANSACTIONS

The composition of interfund balances as of June 30, 2025 was as follows:

Due to/from Other Funds

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Description</u>	<u>Amount</u>
General Fund	Transit Fund	Overdrawn cash balances	\$ <u>609,047</u>
Total Due to/From			\$ <u>609,047</u>

Interfund Transfers to/from Other Funds

Transfers between funds during the fiscal year ended June 30, 2025 were as follows:

<u>Transfer from</u>	<u>Transfer To</u>	<u>Amount</u>
<u>Governmental Funds</u>		
General Fund	Capital Projects	\$ 11,930,245
General Fund	Debt Service	928,838
General Fund	General Fund - Measure K	248,716
Town Bond Reserve	Debt Service	17,210
Measure R Trails	Capital Projects	2,161,115
Measure R Trails	General Fund	390,868
Traffic Impact Fees	Capital Projects	1,063,914
Measure V Road Maintenance	Capital Projects	1,636,227
Town Special Services Areas	Capital Projects	1,097,658
CDBG 10-STBG-6741 Fund	Program Income Fund	25,316
Community Facilities Districts	General Fund	176,161
Gas Tax Fund	General Fund	2,819,185
Gas Tax Fund	Parking Fund	21,253
Gas Tax Fund	Capital Projects	431,615
COPS Fund	Capital Projects	201,958
Facilities Impact Fees	Capital Projects	89,461
Public Art In-Lieu Fund	Capital Projects	<u>32,785</u>
Total Governmental Interfund Transfers		<u>23,272,525</u>
<u>Proprietary Funds</u>		
Parking	Capital Projects	\$ 112,800
Transit	Capital Projects	1,462,592
Solid Waste	Capital Projects	51,035
Building	Capital Projects	50,000
Parking	General Fund	<u>300,000</u>
Total Proprietary Interfund Transfers		<u>1,976,427</u>
Total Interfund Transfers		\$ <u>25,248,952</u>

TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 6: CAPITAL ASSETS

Governmental activities:

	<u>Balance at July 1, 2024</u>	<u>Additions</u>	<u>Retirements</u>	<u>Transfers</u>	<u>Balance at June 30, 2025</u>
Capital assets not being depreciated					
Land	\$ 9,407,257	\$ -	\$ -	\$ -	\$ 9,407,257
Right of way	57,487,179	-	-	-	57,487,179
Construction-in-progress	<u>24,651,296</u>	<u>15,788,499</u>	<u>-</u>	<u>(15,777,018)</u>	<u>24,662,777</u>
Total capital assets not being depreciated	<u>91,545,732</u>	<u>15,788,499</u>	<u>-</u>	<u>(15,777,018)</u>	<u>91,557,213</u>
Capital assets being depreciated					
Buildings and improvements	46,216,736	-	-	-	46,216,736
Equipment	26,202,648	1,610,063	(155,752)	40,903	27,697,862
Right-to-use assets (SBITA)	1,089,168	684,904	(163,968)	-	1,610,104
Infrastructure	<u>164,558,620</u>	<u>-</u>	<u>-</u>	<u>15,777,018</u>	<u>180,335,638</u>
Total capital assets being depreciated	<u>238,067,172</u>	<u>2,294,967</u>	<u>(319,720)</u>	<u>15,817,921</u>	<u>255,860,340</u>
Less accumulated depreciation					
Buildings and improvements	(11,873,129)	(1,099,992)	-	-	(12,973,121)
Equipment	(16,288,995)	(1,610,907)	155,752	(40,903)	(17,785,053)
Right-to-use assets (SBITA)	(412,599)	(405,927)	163,968	-	(654,558)
Infrastructure	<u>(78,786,520)</u>	<u>(8,417,548)</u>	<u>-</u>	<u>-</u>	<u>(87,204,068)</u>
Total accumulated depreciation	<u>(107,361,243)</u>	<u>(11,534,374)</u>	<u>319,720</u>	<u>(40,903)</u>	<u>(118,616,800)</u>
Total Capital Assets, Net	<u>\$ 222,251,661</u>	<u>\$ 6,549,092</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 228,800,753</u>

Depreciation was charged to functions based on their usage of the related assets as follows:

Governmental Activities:

General government	\$ 815,445
Public safety	393,882
Parks works	<u>10,325,047</u>
Total governmental activities depreciation expense	<u>\$ 11,534,374</u>

TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 6: CAPITAL ASSETS (CONTINUED)

Business-type activities:

	<u>Balance at July 1, 2024</u>	<u>Additions</u>	<u>Retirements</u>	<u>Transfers</u>	<u>Balance at June 30, 2025</u>
Capital assets being depreciated					
Buildings and improvements	\$ 347,113	\$ -	\$ -	\$ -	\$ 347,113
Equipment	1,151,178	824,598	(7,657)	(40,903)	1,927,216
Right-to-use assets (SBITA)	<u>15,233</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,233</u>
Total capital assets being depreciated	<u>1,513,524</u>	<u>824,598</u>	<u>(7,657)</u>	<u>(40,903)</u>	<u>2,289,562</u>
Less accumulated depreciation					
Buildings and improvements	(246,280)	(16,471)	-	-	(262,751)
Equipment	(937,239)	(75,502)	7,657	40,903	(964,181)
Right-to-use assets (SBITA)	<u>(1,409)</u>	<u>(5,078)</u>	<u>-</u>	<u>-</u>	<u>(6,487)</u>
Total accumulated depreciation	<u>(1,184,928)</u>	<u>(97,051)</u>	<u>7,657</u>	<u>40,903</u>	<u>(1,233,419)</u>
Total Capital Assets, Net	<u>\$ 328,596</u>	<u>\$ 727,547</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,056,143</u>

Depreciation expense was charged to functions/programs of the Town's business-type activities as follows:

Parking	\$ 17,968
Transit	73,830
Solid Waste	<u>5,253</u>
Total business-type activities depreciation expense	<u>\$ 97,051</u>

**TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 7: LONG-TERM LIABILITES (CONTINUED)

A description of the long-term liabilities related to governmental activities at June 30, 2025 follows:

A. Governmental Activities

Lease Revenue Refunding Bonds Series 2015

In 2015, the Town issued Series 2015 Lease Revenue Refunding Bonds with a face value of \$4,645,000. The bonds bear an interest rate of 2.82% and are payable annually on November 1 each year, commencing. The maturity date of the bonds is November 1, 2030. The annual debt service requirements to amortize the bonds are as follows:

Lease Revenue Refunding Bonds Series 2015			
For the Year Ending June 30,	Principal	Interest	Total
2026	\$ 323,000	\$ 53,425	\$ 376,425
2027	329,000	44,222	373,222
2028	338,000	34,807	372,807
2029	343,000	25,195	368,195
2030	356,000	15,329	371,329
2031	365,000	5,152	370,152
Total	\$ 2,054,000	\$ 178,130	\$ 2,232,130

Lease Revenue Refunding Bonds Series 2017

In 2017, the Town issued Series 2017 Lease Revenue Refunding Bonds with a face value of \$4,265,000. The bonds bear an interest rate of 2.84% and are payable annually on December 1 each year, commencing. The maturity date of the bonds is December 1, 2039. The annual debt service requirements to amortize the bonds are as follows:

Lease Revenue Refunding Bonds Series 2017			
For the Year Ending June 30,	Principal	Interest	Total
2026	\$ 185,000	\$ 106,293	\$ 291,293
2027	195,000	96,793	291,793
2028	200,000	88,919	288,919
2029	205,000	80,794	285,794
2030	210,000	73,043	283,043
2031 - 2035	1,130,000	275,836	1,405,836
2036 - 2040	1,260,000	98,907	1,358,907
Total	\$ 3,385,000	\$ 820,585	\$ 4,205,585

**TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 7: LONG-TERM LIABILITES (CONTINUED)

Lease Revenue Bonds Series 2019

In 2019, the Town issued Series 2019 Lease Revenue Bonds with a face value of \$4,920,000. The bonds bear an interest rate of 2.65% and are payable annually on May 1 each year, commencing. The maturity date of the bonds is May 1, 2044. The annual debt service requirements to amortize the bonds are as follows:

Lease Revenue Bonds Series 2019			
For the Year Ending June 30,	Principal	Interest	Total
2026	\$ 165,000	\$ 118,625	\$ 283,625
2027	170,000	110,375	280,375
2028	180,000	101,875	281,875
2029	190,000	92,875	282,875
2030	200,000	83,375	283,375
2031 - 2035	1,060,000	353,325	1,413,325
2036 - 2040	1,185,000	227,176	1,412,176
2041 - 2044	<u>1,060,000</u>	<u>70,162</u>	<u>1,130,162</u>
Total	<u>\$ 4,210,000</u>	<u>\$ 1,157,788</u>	<u>\$ 1,128,750</u>

Subscriptions (SBITAs)

The Town has entered into SBITAs involving various software subscriptions. The total of the Town's SBITA assets are recorded at a cost of \$1,610,104 less accumulated amortization of \$654,558.

Future debt service payments on the SBITAs are as follows:

Subscriptions (SBITAs)			
For the Year Ending June 30,	Principal	Interest	Total
2026	\$ 256,049	\$ 20,107	\$ 276,156
2027	180,222	12,861	193,083
2028	193,461	7,592	201,053
2029	<u>65,659</u>	<u>1,943</u>	<u>67,602</u>
Total	<u>\$ 695,391</u>	<u>\$ 42,503</u>	<u>\$ 737,894</u>

Total Governmental Activities Long-Term Liabilities Amortization

Total Governmental Activities			
For the Year Ending June 30,	Principal	Interest	Total
2026	\$ 929,049	\$ 298,450	\$ 1,227,499
2027	874,222	264,251	1,138,473
2028	911,461	233,193	1,144,654
2029	803,659	200,807	1,004,466
2030	766,000	171,747	937,747
2031 - 2035	2,555,000	634,313	3,189,313
2036 - 2040	2,445,000	326,083	2,771,083
2041 - 2044	<u>1,060,000</u>	<u>70,162</u>	<u>1,130,162</u>
Total	<u>\$ 10,344,391</u>	<u>\$ 2,199,006</u>	<u>\$ 12,543,397</u>

**TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 7: LONG-TERM LIABILITES (CONTINUED)

B. Business-type Activities

Subscriptions (SBITAs)

The Town has entered into SBITAs involving various software subscriptions. The total of the Town's SBITA assets are recorded at a cost of \$15,233 less accumulated amortization of \$6,487.

Future debt service payments on the SBITAs are as follows:

Subscriptions (SBITAs)			
For the Year Ending June 30,	Principal	Interest	Total
2026	\$ <u>5,067</u>	\$ <u>124</u>	\$ <u>5,191</u>
Total	\$ <u>5,067</u>	\$ <u>124</u>	\$ <u>5,191</u>

NOTE 8: DEFINED BENEFIT PENSION PLAN

A. General Information about the Pension Plans

Plan Description

All qualified regular and probationary employees are eligible to participate in the Town's Safety (sworn police) and Miscellaneous (all other employees) Employee Pension Plan (the Plan), cost sharing, multiple-employer defined-benefit pension plan administered by the California Public Employee's Retirement System (CalPERS). Benefit provisions under the Plan are established by State Statute and Local Government resolution. CalPERS issues publicly available reports that include a full description of the pension plan regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website.

Benefits Provided

CalPERS provides service retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries pursuant to the California Public Employees' Retirement Law (PERL). Benefits are based on members' years of credited service and final compensation. Benefit provisions and eligibility requirements vary by benefit tier and member classification and are established by State statute and local government resolution. The classic 2.7% at 55 Miscellaneous and 3.0% at 50 Safety benefit formulas are closed to new entrants effective January 1, 2013, pursuant to the Public Employees' Pension Reform Act of 2013 (PEPRA). Detailed benefit terms applicable to each tier are presented in the tables below.

**TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 8: DEFINED BENEFIT PENSION PLAN (CONTINUED)

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

Hire Date	Miscellaneous		
	Prior to July 1, 2011	Between July 1, 2011 and December 31, 2012	After December 31, 2012
Benefit Formula	Tier I 2.7% @ 55	Tier II 2.5% @ 55	Tier III 2.0% @ 62
Benefit Vesting Schedule	5 years service	5 years service	5 years service
Benefit Payments	monthly for life	monthly for life	monthly for life
Retirement Age	50 - 55	50 - 55	52 and up
Monthly Benefits, as a % of Eligible Compensation	2.00 - 2.70%	2.50%	2.00%
Required Employee Contribution Rate	7.96%	7.96%	8.25%
Required Employer Contribution Rate	16.94%	14.27%	8.18%
Required UAL Contribution	\$1,119,838	\$5,112	\$20,126

Hire Date	Safety		
	Prior to July 1, 2011	Between July 1, 2011 and December 31, 2012	After December 31, 2012
Benefit Formula	Tier I 3.0% @ 50	Tier II 3.0% @ 55	Tier III 2.7% @ 57
Benefit Vesting Schedule	5 years service	5 years service	5 years service
Benefit Payments	monthly for life	monthly for life	monthly for life
Retirement Age	50 and up	50 and up	50 and up
Monthly Benefits, as a % of Eligible Compensation	3.0%	3.0%	2.70%
Required Employee Contribution Rate	8.99%	8.99%	14.50%
Required Employer Contribution Rate	29.30%	24.96%	14.72%
Required UAL Contribution	\$432,322	\$16,558	\$8,016

Contributions

The Plan requires employee contributions equal to some percentage of the employee's annual covered salary. The Town has a variety of agreements regarding these employee contributions to the CalPERS retirement program. These agreements must be ratified by the Town Council. Section 20814 (c) of the PERL requires that the employer contribution rates for all public employers to be determined on an annual basis by the actuary and shall be effective on July 1 following notice of a change in the rate. Fund contributions for the Plan are determined annually on an actuarial basis as of June 30, by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The Town is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

The Town's contributions to the Plan for the year ending June 30, 2025 were \$3,720,981.

**TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 8: DEFINED BENEFIT PENSION PLAN (CONTINUED)

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

As of June 30, 2025, the Town reported a net pension liability for its proportionate share of the net pension liability of the Plan of \$20,588,476. Of this total, \$19,430,232 was reported in governmental activities and \$1,158,244 was reported in business-type activities.

The Town's net pension liability for the Plan is measured as the proportionate share of the net pension liability. The net pension liability of the Plan is measured as of June 30, 2024, and the total pension liability for the Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2023 rolled forward to June 30, 2024 using standard update procedures. The Town's proportion of the net pension liability was based on a projection of the Town's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. The Town's proportionate share of the net pension liability for the Plan as of June 30, 2025 and 2024 (measurement periods) was as follows:

Proportion - June 30, 2024	0.16697%
Proportion - June 30, 2025	0.16977%
Change - Increase (Decrease)	0.00279%

For the year ended June 30, 2025, the Town recognized pension expense of \$4,951,443. At June 30, 2025, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to the measurement date	\$ 3,720,981	\$ -
Difference between actual contributions made by employer and the employer's proportionate share of the risk pool's total contribution	311,457	184,178
Differences between actual and expected experience	1,751,061	65,151
Changes in assumptions	522,803	-
Adjustment due to differences in proportions	575,937	-
Net differences between projected and actual earnings on plan investments	1,130,044	-
Total	\$ 8,012,283	\$ 249,329

\$3,720,981 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Year Ended June 30,		
2026	\$	1,509,550
2027		2,782,099
2028		137,422
2029		(387,098)

**TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 8: DEFINED BENEFIT PENSION PLAN (CONTINUED)

Actuarial Assumptions

The total pension liabilities in the June 30, 2023 actuarial valuations were determined using the following actuarial assumptions:

Valuation Date	June 30, 2023
Measurement Date	June 30, 2024
Actuarial Cost Method	Entry-Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	6.90%
Inflation	2.30%
Salary Increases	Varies by Entry Age and Service
Investment Rate of Return	6.90% net of pension plan investment expenses; includes inflation
Mortality (1)	Derived using CalPERS membership data for all funds
Post Retirement Benefit Increase	The lesser of contract COLA or 2.30% until purchasing power protection allowance floor on purchasing power applies, then 2.30% thereafter

(1) The mortality table was developed based on CalPERS-specific data. The rates incorporate Generational Mortality to capture ongoing mortality improvement using 80% of Scale MP 2020 published by the Society of Actuaries. For more details, please refer to the 2021 experience study report that can be found on the CalPERS website.

Changes in Assumptions

There were no assumption changes for June 30, 2023 and 2024 (measurement date). Effective with the June 30, 2021 valuation date (2022 measurement date), the accounting discount rate was reduced from 7.15% to 6.90%. In determining the long-term expected rate of return, CalPERS took into account long-term market return expectations as well as the expected pension fund cash flows. Projected returns for all asset classes are estimated, combined with risk estimates, and are used to project compound (geometric) returns over the long term. The discount rate used to discount liabilities was informed by the long-term projected portfolio return. In addition, demographic assumptions and the inflation rate assumption were changed in accordance with the 2021 CalPERS Experience Study and Review of Actuarial Assumptions.

Discount Rate

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

Long-term Expected Rate of Return

The long-term expected rate of return on pension plan investments was determined by CalPERS using a buildingblock approach, under which expected future real rates of return (net of investment expenses and inflation) are developed for each major asset class.

**TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 8: DEFINED BENEFIT PENSION PLAN (CONTINUED)

In establishing the long-term expected rate of return, CalPERS considered capital market assumptions for both short-term and long-term periods, as well as the projected cash flow needs of the pension trust. Using historical and forward looking information for each asset class, expected compound (geometric) nominal rates of return were calculated for the short-term period (generally the first 10 years) and the long-term period (years 11 and beyond). Based on these expected nominal returns, CalPERS calculated the present value of projected benefit payments using a combination of the short-term and long-term return assumptions. A single equivalent rate of return was then derived that produced the same present value of projected benefits as the blended short-term and long-term return assumptions. This single equivalent rate was rounded and adjusted for assumed administrative expenses to arrive at the long-term expected rate of return on pension plan investments.

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

<u>Asset Class</u>	<u>Assumed Asset Allocation</u>	<u>Real Return Years 1 - 10 (a)</u>
Global Equity - Cap-weighted	30.00%	4.54%
Global Equity - Non-Cap-weighted	12.00%	3.84%
Private Equity	13.00%	7.28%
Treasury	5.00%	0.27%
Mortgage-backed Securities	5.00%	0.50%
Investment Grade Corporate	10.00%	1.56%
Emerging Market Debt	5.00%	2.48%
High Yield	5.00%	2.27%
Private Debt	5.00%	3.57%
Real Assets	15.00%	3.21%
Leverage	-5.00%	-0.59%

(a) An expected inflation of 2.30% used for this period

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

The following presents the Town's proportionate share of the net pension liability for the Plan, calculated using the discount rate for the Plan, as well as what the Town's proportionate share of the 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:

<u></u>	<u>Discount Rate -1%</u> <u>(5.90%)</u>	<u>Current Discount Rate</u> <u>(6.90%)</u>	<u>Discount Rate +1%</u> <u>(7.90%)</u>
Net Pension Liability	\$ <u>33,521,259</u>	\$ <u>20,588,476</u>	\$ <u>9,964,376</u>

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued CalPERS financial reports.

**TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 9: OTHER POST EMPLOYMENT BENEFITS (OPEB)

Description of the Plan

The Town has established a Retiree Healthcare Plan (HC Plan) and participates in an agent multiple-employer defined-benefit retiree healthcare plan. The HC Plan provides employees who retire directly from the Town, at a minimum age of 50, with a minimum of five years of service, the Public Employees' Medical and Hospital Care Act (PEMHCA) minimum benefit under the "unequal method". Monthly PEMHCA minimum contribution for active employees in 2024 was \$157 and determined to be \$158 in 2025. The Town's payment toward retiree premiums is the minimum monthly amount permitted under PEHMCA, which is not less than 5% of the active contribution times the number of years the Town has been in PEHMCA. The Town joined PEMHCA in 2012. The Town's contribution for retirees was \$92.20 in 2024 and projected to be \$102.70 in 2025. Surviving spouses of retirees who elect the survivorship benefit are also eligible for this benefit. A separate financial report is not prepared for the HC Plan.

Employees Covered

As of the June 30, 2024 measurement date, the following current and former employees were covered by the benefit terms under the Health Plan:

Active plan members	148
Inactive plan members or beneficiaries currently receiving benefit payments	22
Inactive plan members entitled to, but not yet receiving benefits	53
Total	223

Contributions

The Town makes contributions based on an actuarially determined rate. For the year ended June 30, 2025, the Town's cash contributions were \$193,874 in payments to the trust, \$24,296 in cash payments for retiree health insurance, \$773 for non-trust administrative expenses, and the estimated implied subsidy of \$56,600 resulting in payments of \$275,543. In fiscal year 2012, the Town created a trust with California Employers' Retiree Benefit Trust (CERBT) for the purpose of prefunding obligations for past services.

**TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 9: OTHER POST EMPLOYMENT BENEFITS (CONTINUED)

Net OPEB Liability

The Town's net OPEB liability was measured as of June 30, 2024, and the total OPEB liability was determined by an actuarial valuation as of June 30, 2023 based on the following assumptions:

Discount Rate	5.25%
Long Term Return on Assets	5.25%
General Inflation	2.50% per annually
Contribution Policy	Town contributes full ADC
Mortality, Retirement, Disability, Termination	CalPERS 2000-2019 Experience Study
Mortality Improvement	Mortality projected fully generational with Scale MP-2021
Salary Increases	Aggregate 2.75% annually
Medical Trend	Non-Medicare - 8.50% for 2025, decreasing to an ultimate rate of 3.45% in 2076 Medicare - 7.50% for 2025, decreasing to an ultimate rate of 3.45% in 2076 PEMHCA - minimum increases: 3.50% annually
Healthcare Participation for Future Retirees	50% of all future retirees will elect coverage
Spousal Coverage	Future Retirees: 60% at retirement Retirees: Same as current election

Changes in Assumptions

For the measurement period ending June 30, 2024, there were no changes in assumptions. For the measurement period ending June 30, 2023, the PEMHCA rate changed from 4.00% to 3.50%, the Non-Medicare rate changed from 6.50% to 8.50%, and the Medicare rate changed from 5.65% to 7.50%.

Discount Rate

The discount rate used to measure the total OPEB liability was 5.25 percent. The projection of cash flows used to determine the discount rate assumed that Town contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected OPEB payments for current active and inactive employees and beneficiaries. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

**TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 9: OTHER POST EMPLOYMENT BENEFITS (CONTINUED)

Expected Long-term Return on Trust Assets

The long-term expected rate of return on OPEB plan investments was determined using a building block method in which expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Expected Real Rate of Return</u>
Global Equity	23%	4.56%
Fixed Income	51%	1.56%
TIPS	9%	-0.08%
Commodities	3%	1.22%
REITS	14%	4.06%
Assumed Long-Term Rate of Inflation		2.50%
Expected Long-Term Net Rate of Return		5.25%

Changes in the Net OPEB Liability

The changes in the net OPEB liability for the health care plan are as follows:

	<u>Total OPEB Liability (a)</u>	<u>Fiduciary Net Position (b)</u>	<u>Net OPEB Liability (a) - (b)</u>
Balance at June 30, 2024	\$ 2,488,767	\$ 1,612,166	\$ 876,601
Changes recognized for the measurement period:			
Service cost	192,202	-	192,202
Interest	138,753	-	138,753
Net investment income	-	108,758	(108,758)
Benefit payments	(76,096)	(76,096)	-
Administrative expenses	-	(1,479)	1,479
Employer contributions	-	247,035	(247,035)
Net changes	<u>254,859</u>	<u>278,218</u>	<u>(23,359)</u>
Balance at June 30, 2025	<u>\$ 2,743,626</u>	<u>\$ 1,890,384</u>	<u>\$ 853,242</u>

**TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 9: OTHER POST EMPLOYMENT BENEFITS (CONTINUED)

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate

The following table presents the net OPEB liability of the Town if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate, for the measurement period ended June 30, 2024:

	Discount Rate -1% (4.25%)	Current Discount Rate (5.25%)	Discount Rate +1% (6.25%)
Net OPEB Liability	\$ <u>1,244,068</u>	\$ <u>853,242</u>	\$ <u>530,577</u>

Sensitivity of the Net OPEB Liability to Changes in the Health Care Cost Trend Rate

	1% Decrease	Current Healthcare Cost Trend Rate	1% Increase
Net OPEB Liability	\$ <u>450,180</u>	\$ <u>853,242</u>	\$ <u>2,362,371</u>

OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB

For the fiscal year ended June 30, 2025, the Town recognized OPEB expense of \$293,178. As of fiscal year ended June 30, 2025, the Town reported the following deferred outflows of resources and deferred inflows of resources related to OPEB:

	Deferred Outflows of Resources	Deferred Inflows of Resources
OPEB contributions subsequent to the measurement date	\$ 275,543	\$ -
Differences between actual and expected experience	291,318	251,840
Changes in assumptions	72,562	253,549
Net differences between projected and actual earnings on plan investments	<u>92,249</u>	<u>-</u>
Total	<u>\$ 731,672</u>	<u>\$ 505,389</u>

\$275,543 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability during the year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized as OPEB expense as follows:

Year Ended June 30,		
2026	\$	51,084
2027		69,161
2028		21,999
2029		11,326
2030		(7,899)
Thereafter		(194,931)

**TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 10: RISK MANAGEMENT

The Town 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. The Town joined with other municipalities to participate in the California Intergovernmental Risk Authority (CIRA) for general liability, vehicle liability, errors and omissions, workers' compensation, and employers' liability purposes. CIRA is a public entity risk pool that serves as a common risk management and insurance program. CIRA is under the control and direction of a nine-member executive committee consisting of representatives from 59 member entities. The Town pays an annual premium to CIRA for its insurance coverage. The agreements with CIRA provide that the risk pool will be self-sustaining through member premiums and will reinsure through commercial companies for excess coverage.

Condensed financial information for the California Intergovernmental Risk Authority (CIRA) as of June 30, 2025, is as follows: total assets of approximately \$108.6 million, total liabilities of approximately \$70.6 million, and net position of approximately \$38.5 million. For the year then ended, CIRA reported operating revenues of approximately \$63.8 million and operating expenses of approximately \$60.5 million.

The Town is liable for self-insured retention (SIR) or deductible in the amount of \$50,000 for a liability claim and \$25,000 for a worker's compensation claim. Three times each SIR has been restricted, as part of the General Fund balance should a claim occur.

Complete, audited financial statements for CIRA can be obtained via mail at 2330 East Bidwell, Suite 150, Folsom, CA 95630.

The Town continues to carry commercial insurance for all other risks of loss. Settled claims resulting from these risks have not exceeded commercial insurance in any of the past three fiscal years.

There is no claims liability to be reported based on the requirements of Governmental Accounting Standards Board Statement No. 10. Statement No. 10 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.

NOTE 11: CONTINGENCIES AND COMMITMENTS

Construction and Other Commitments

The Town has signed agreements for \$48,134,374 in various constructions projects that were not complete as of June 30, 2025. Construction completed and paid subsequent to June 30, 2025, on these projects was \$3,346,123. The Town has also signed agreements for construction projects subsequent to June 30, 2025, in the amount of \$888,640, of which \$725,440 was constructed and paid by August 2025.

Contingent Liabilities

Amounts received from grant agencies or receivables for grant funds are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability for the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the government expects such amounts, if any, to be immaterial.

Litigation and Claims

The Town is subject to various claims and legal proceedings that arise in the normal course of operations. As of June 30, 2025, the Town was involved in a claim related to the Truckee River Legacy Trail Phase 4A project. The Town contracted with Mercer Fraser Company for construction of the Truckee River Legacy Trail Phase 4A. Mercer Fraser submitted a claim, passed through from its subcontractor, alleging that soil conditions encountered during construction differed from those represented in the project's geotechnical report and design.

Based on management's evaluation of the facts and circumstances, the Town recorded a liability related to this claim in the amount of \$189,590 as of June 30, 2025. The matter remains unresolved and is expected to proceed through the dispute resolution process, including mediation, prior to any litigation. The ultimate outcome of this matter may differ from the amount recorded, and such difference could be material to the financial statements.

**TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 12: FIDUCIARY FUND

The Town of Truckee Redevelopment Agency (“the Agency”) was organized under the State of California Community Redevelopment Law. The governing body was substantially the same as the primary government and the Town and its component units were financially interdependent, hence the unit had been presented by blending with the primary government. The Agency was dissolved as of January 31, 2012, and therefore is no longer reported as a component unit. The Town no longer issues separate financial statements for the Agency or its successor. The Redevelopment Successor Agency is reported as a fiduciary fund in the financial statements.

Cash and Investments

Cash and investments of the Successor Agency as of June 30, 2025 are included in pooled cash and investments, and cash with fiscal agent as discussed in Note 2.

Notes Receivable

Notes receivable include notes for economic development, improvements to the former Redevelopment Project area, historical preservation, and down-payment assistance.

Notes receivables are recorded at their net realizable value.

Capital Assets

Fiduciary activities:

	<u>Balance at July 1, 2024</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance at June 30, 2025</u>
Capital assets being depreciated				
Buildings and improvements	\$ 67,440	\$ -	\$ -	\$ 67,440
Equipment	<u>150,376</u>	<u>-</u>	<u>-</u>	<u>150,376</u>
Total capital assets being depreciated	<u>217,816</u>	<u>-</u>	<u>-</u>	<u>217,816</u>
Less accumulated depreciation				
Buildings and improvements	(67,440)	-	-	(67,440)
Equipment	<u>(150,376)</u>	<u>-</u>	<u>-</u>	<u>(150,376)</u>
Total accumulated depreciation	<u>(217,816)</u>	<u>-</u>	<u>-</u>	<u>(217,816)</u>
Total Capital Assets, Net	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Depreciation

There were no depreciation expense for the year ended June 30, 2025, as all assets of the Redevelopment Successor Agency have been fully depreciated.

**TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 12: FIDUCIARY FUND (CONTINUED)

Long-term Liabilities

The following is a summary of all long-term liabilities activity for the fiscal year ended June 30, 2025:

	<u>Balance at July 1, 2024</u>	<u>Additions</u>	<u>Reductions/ Adjustments</u>	<u>Balance June 30, 2025</u>	<u>Current Portion</u>
Fiduciary activities:					
Compensated absences	\$ 3,139	\$ -	\$ (3,139)	\$ -	\$ -
Tax increment revenue bonds	8,650,000	-	(365,000)	8,285,000	380,000
Add Issuance premium	<u>1,201,678</u>	<u>-</u>	<u>(74,361)</u>	<u>1,127,317</u>	<u>74,361</u>
Total Fiduciary activities	<u>\$ 9,854,817</u>	<u>\$ -</u>	<u>\$ (442,500)</u>	<u>\$ 9,412,317</u>	<u>\$ 454,361</u>

Tax Increment Bonds Series 2020

Bonds are refunded to retire all or a portion of an outstanding bond issue. Most typically, a refunding is done to refinance at a lower interest rate to reduce overall debt service. On October 22, 2020, Council authorized the issuance of Town of Truckee Redevelopment Successor Agency, Tax Allocation Refunding Bonds, Series 2020. This transaction refunds two series of bond issuances; Series A consisted of \$9,385,000 in Tax-Exempt Bank Qualified Tax Allocation Revenue Bonds and Series B consisted of \$3,355,000 of Taxable Recovery Zone Economic Development Bonds ("RZEDB") issued under the provisions of the American Recovery and Reinvestment Act of 2009. The Agency had a 45% interest rate subsidy on RZEDB bonds from the federal government.

On June 24, 2020, the Series 2020 bonds were issued with a par of \$9,670,000 million at an original issue premium of \$1,499,123 million and the proceeds were placed in escrow. This financing matures in 2040 and will provide annual average cost reductions of \$155,000. The savings will be redistributed to the overlapping entities of the redevelopment area, of which the Town is expected to receive \$21,100 annually. The Series A and Series B bonds were called on September 1, 2020.

Tax increment Bonds Series 2020, in escrow as of June 24, 2020 will have a final date of September 1, 2020, in the amount of \$9,670,000, payable in annual installments of \$330,000 to \$685,000. Series 2020 interest rate of 3.00% to 4.00% and maturity on September 1, 2040.

The annual aggregate maturities for years subsequent to June 30, 2025, are as follows:

Tax Incremental Bonds			
<u>For the Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 380,000	\$ 323,800	\$ 703,800
2027	395,000	308,300	703,300
2028	410,000	292,200	702,200
2029	430,000	275,400	705,400
2030	445,000	257,900	702,900
2031 - 2035	2,500,000	1,003,000	3,503,000
2036 - 2040	3,040,000	450,000	3,490,000
2041	<u>685,000</u>	<u>13,700</u>	<u>698,700</u>
Total	<u>\$ 8,285,000</u>	<u>\$ 2,924,300</u>	<u>\$ 2,814,700</u>

**TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 13: EXCESS EXPENDITURES AND TRANSFERS OVER APPROPRIATIONS

The following fund incurred expenditures and/or transfers in excess of appropriations in the following amounts for the year ended June 30, 2025:

<u>Fund</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Community Facilities Districts	\$ 58,463	\$ 176,161	\$ 117,698
Total	<u>\$ 58,463</u>	<u>\$ 176,161</u>	<u>\$ 117,698</u>

The excess expenditures in the Community Facilities District (CFD) fund were a result of closing out two of the underlying CFDs. These CFDs were established for enhanced trails maintenance services. The Town assumed responsibility for all trails maintenance within Town relieving the burden on the property owners of these specific trails, as well as other previously privately maintained trails within Truckee. The Town will no longer bill the property owners for trails maintenance within these CFD areas. The remaining balances were transferred out as part of the closing process.

The Town’s legal level of budgetary control for the General Fund is at the fund level. The Town prepares a budget by department for better budgetary control. For the fiscal year ended June 30, 2025, the following General Fund departments incurred expenses in excess of final appropriations:

Information Technology: Actual expenditures exceeded final budget by \$584,422.

Police: Actual expenditures exceeded final budget by \$146,436.

Facilities: Actual expenditures exceeded final budget by \$10,836.

Debt service: Actual expenditures exceeded final budget by \$451,934.

The overages in Police and Facilities were due to higher than anticipated due to fleet maintenance costs. Each department that has a fleet is charged an estimated monthly amount based on the five-year historical average fleet maintenance costs for the division. These costs are then trued up to actuals at year-end. Due to this timing, there was no proactive efforts to seek budgetary conversions within the General Fund.

These overages were funded by budgetary savings in other departments of the General Fund. The Town Council reviews budget-to-actual results regularly and amends appropriations as needed to ensure compliance with budgetary policies.

NOTE 14: FUND BALANCE

Fund Balance Flow Assumptions: On occasion, the Town has outlays for which both restricted and unrestricted amounts (i.e., total committed, unassigned, and assigned fund balance) could be used. When such an outlay occurs, the Town considers unrestricted fund balance depleted before restricted fund balance. When an expenditure is incurred for purposes for which amounts in any of the unrestricted classifications of fund balance could be used, the Town considers committed amounts to be reduced first, followed by assigned amounts, and then unassigned amounts.

Fund Balance Policies: The Town Council establishes (and modifies or rescinds) fund balance commitments by passage of an ordinance or resolution. This is typically done through the adoption and amendment of the contingency and designation policy. Assigned fund balances are established by the Town Council through adoption or amendment of the budget and policy as intended for specific purposes (such as the purchase of fleet equipment, construction, litigation, housing, pavement management, etc.).

**TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 14: FUND BALANCE (CONTINUED)

The fund balances for all major and nonmajor governmental funds as of June 30, 2025, were distributed as follows:

	<u>General Fund</u>	<u>Capital Projects</u>	<u>Town Bond Reserve Fund</u>	<u>Measure R Trails Fund</u>	<u>Measure U Trails Fund</u>
Nonspendable					
Prepaid items	\$ 133,393	\$ -	\$ -	\$ -	\$ -
Inventory	<u>539,089</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Nonspendable	<u>672,482</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Restricted					
Self-insured retention	225,000	-	-	-	-
Vehicle abatement	-	-	-	-	-
Public improvements and maintenance	-	-	-	1,010,149	2,537,656
Air quality mitigation	-	-	-	-	-
Streets and roads	-	-	-	-	-
Grants	-	-	-	-	-
Debt service	-	-	332,697	-	-
Employee healthcare	4,690	-	-	-	-
Housing	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Restricted	<u>229,690</u>	<u>-</u>	<u>332,697</u>	<u>1,010,149</u>	<u>2,537,656</u>
Assigned					
Fleet replacement	-	-	-	-	-
Loan repayment	-	-	-	-	-
Litigation	50,000	-	-	-	-
Road maintenance	4,181,720	-	-	-	-
Future capital expenditures	6,028,903	-	-	-	-
Housing programs	1,712,688	-	-	-	-
Public Art	100,000	-	-	-	-
Operation contingencies	<u>18,498,352</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Assigned	<u>30,571,663</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Unassigned	<u>34,466,891</u>	<u>(688,157)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Fund Balance	<u>\$ 65,940,726</u>	<u>\$ (688,157)</u>	<u>\$ 332,697</u>	<u>\$ 1,010,149</u>	<u>\$ 2,537,656</u>

TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 14: FUND BALANCE (CONTINUED)

	<u>Traffic Impact Fees Fund</u>	<u>Debt Service Fund</u>	<u>Measure V Road Maintenance Fund</u>	<u>Measure E Fund</u>
Nonspendable				
Prepaid items	\$ -	\$ -	\$ -	\$ -
Inventory	-	-	-	-
Total Nonspendable	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Restricted				
Self-insured retention	-	-	-	-
Vehicle abatement	-	-	-	-
Public improvements and maintenance	-	-	-	839,198
Air quality mitigation	-	-	-	-
Streets and roads	8,790,342	-	14,548,414	-
Grants	-	-	-	-
Debt service	-	-	-	-
Employee healthcare	-	-	-	-
Housing	-	-	-	-
Total Restricted	<u>8,790,342</u>	<u>-</u>	<u>14,548,414</u>	<u>839,198</u>
Assigned				
Fleet replacement	-	-	-	-
Loan repayment	-	-	-	-
Litigation	-	-	-	-
Road maintenance	-	-	-	-
Future capital expenditures	-	-	-	-
Housing programs	-	-	-	-
Public Art	-	-	-	-
Operation contingencies	-	-	-	-
Total Assigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Fund Balance	<u>\$ 8,790,342</u>	<u>\$ -</u>	<u>\$ 14,548,414</u>	<u>\$ 839,198</u>

**TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 14: FUND BALANCE (CONTINUED)

	<u>HOME Grant Fund</u>	<u>Town Special Service Areas Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Nonspendable				
Prepaid items	\$ -	\$ -	\$ 1,400	\$ 134,793
Inventory	-	-	-	539,089
Total Nonspendable	<u>-</u>	<u>-</u>	<u>1,400</u>	<u>673,882</u>
Restricted				
Self-insured retention	-	-	-	225,000
Vehicle abatement	-	-	5,642	5,642
Public improvements and maintenance	-	-	3,844,130	8,231,133
Air quality mitigation	-	-	155,884	155,884
Streets and roads	-	6,008,077	1,516,219	30,863,052
Grants	-	-	387,578	387,578
Debt service	-	-	-	332,697
Employee healthcare	-	-	-	4,690
Housing	-	-	2,719,002	2,719,002
Total Restricted	<u>-</u>	<u>6,008,077</u>	<u>8,628,455</u>	<u>42,924,678</u>
Assigned				
Fleet replacement	-	-	5,612,288	5,612,288
Loan repayment	-	-	50,300	50,300
Litigation	-	-	-	50,000
Road maintenance	-	-	-	4,181,720
Future capital expenditures	-	-	-	6,028,903
Housing programs	-	-	-	1,712,688
Public Art	-	-	-	100,000
Operation contingencies	-	-	-	18,498,352
Total Assigned	<u>-</u>	<u>-</u>	<u>5,662,588</u>	<u>36,234,251</u>
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>33,778,734</u>
Total Fund Balance	<u>\$ -</u>	<u>\$ 6,008,077</u>	<u>\$ 14,292,443</u>	<u>\$ 113,611,545</u>

**TOWN OF TRUCKEE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 15: DEFICIT FUND BALANCES AND NET POSITION

As of June 30, 2025, the following governmental fund had a fund deficit:

Fund	Deficit
Capital Projects	\$ <u>688,157</u>

This deficit was a result of expenditures incurred in advance of receipt of revenue and will be eliminated through future revenues.

NOTE 16: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

GANN Spending Limit

Under Article XIIIB of the California Constitution (the GANN Spending Limitation), the Town is restricted as to the amount of annual appropriations from proceeds of taxes, and of proceeds of taxes allowed appropriations, the excess must either be refunded to the State Controller or returned to the taxpayers through revised tax rates, revised tax schedules, or other refund arrangements.

For the fiscal years ended June 30, 2008 and on, the Gann Limit Calculation was calculated, based upon the advice of legal counsel, to exclude police and animal control services expenses from the appropriations subject to the limit. The Town is in compliance with the spending limit.

NOTE 17: CHANGE IN ACCOUNTING PRINCIPLE AND RESTATEMENT

The implementation of GASB No. 101 requires retroactive application which resulted in the following restatement to June 30, 2024 balances. The Town made corrections to accrued vacation and sick leave which required adjusting prior net position.

Fund Type	Description of Restatement	Net Position as Previously Stated	Restatement	Net Position, Restated
Governmental Activities	Implementation of GASB No. 101	\$ 328,801,687	\$ 179,841	\$ 328,981,528
Business-Type Activities	Implementation of GASB No. 101	<u>6,745,326</u>	<u>(35,634)</u>	<u>6,709,692</u>
		<u>\$ 335,547,013</u>	<u>\$ 144,207</u>	<u>\$ 335,691,220</u>

NOTE 18: SUBSEQUENT EVENTS

Management has evaluated subsequent events through February 26, 2026 the date on which the financial statements were available for issuance. Management has determined no other subsequent events requiring disclosure have occurred.

REQUIRED SUPPLEMENTARY INFORMATION

**TOWN OF TRUCKEE
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	<u>2024 - 2025 Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Taxes and assessments	\$ 31,732,123	\$ 31,732,123	\$ 33,720,370	\$ 1,988,247
License, permits, and fees	682,000	682,000	800,768	118,768
Fines and forfeitures	114,000	114,000	269,545	155,545
Use of money and property	1,667,918	1,667,918	3,223,387	1,555,469
Intergovernmental	2,795,687	2,795,687	2,932,316	136,629
Charges for services	1,475,250	1,475,250	1,721,567	246,317
Other revenues	<u>373,000</u>	<u>373,000</u>	<u>461,333</u>	<u>88,333</u>
Total Revenues	<u>38,839,978</u>	<u>38,839,978</u>	<u>43,129,286</u>	<u>4,289,308</u>
<u>EXPENDITURES</u>				
Current:				
General administration				
Town council	213,129	213,129	198,850	14,279
Town manager	533,133	563,133	562,280	853
Town attorney	502,359	517,359	512,991	4,368
Town clerk	763,837	763,837	690,087	73,750
Administrative services	1,914,532	1,888,032	1,744,580	143,452
Economic vitality	974,312	974,312	849,732	124,580
Short-term rentals	755,105	740,104	410,070	330,034
General government	1,939,523	2,113,523	1,885,365	228,158
Housing	591,357	706,357	704,681	1,676
Community engagement	719,641	604,643	512,452	92,191
Sustainability	371,800	371,800	346,746	25,054
Information technology	<u>921,756</u>	<u>948,256</u>	<u>1,532,678</u>	<u>(584,422)</u>
Total General administration	<u>10,200,484</u>	<u>10,404,485</u>	<u>9,950,512</u>	<u>453,973</u>
Public safety				
Police	<u>10,366,106</u>	<u>10,543,144</u>	<u>10,689,581</u>	<u>(146,437)</u>
Total Public safety	<u>10,366,106</u>	<u>10,543,144</u>	<u>10,689,581</u>	<u>(146,437)</u>
Facilities				
Facilities	<u>2,331,136</u>	<u>2,781,136</u>	<u>2,791,972</u>	<u>(10,836)</u>
Total Facilities	<u>2,331,136</u>	<u>2,781,136</u>	<u>2,791,972</u>	<u>(10,836)</u>
Community development				
Code compliance	183,918	183,918	177,771	6,147
Planning	<u>1,875,822</u>	<u>1,845,822</u>	<u>1,514,416</u>	<u>331,406</u>
Total Community development	<u>2,059,740</u>	<u>2,029,740</u>	<u>1,692,187</u>	<u>337,553</u>

**TOWN OF TRUCKEE
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	2024 - 2025 Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Public works				
Engineering	2,294,737	2,294,737	2,114,278	180,459
Road maintenance and snow removal	7,490,772	7,040,722	6,350,955	689,767
Trails maintenance	505,071	505,071	503,822	1,249
Total Public works	<u>10,290,580</u>	<u>9,840,530</u>	<u>8,969,055</u>	<u>871,475</u>
Capital outlay	<u>100,000</u>	<u>100,000</u>	<u>19,582</u>	<u>80,418</u>
Debt service:				
Principal	<u>-</u>	<u>-</u>	<u>451,934</u>	<u>(451,934)</u>
Total Expenditures	<u>35,348,046</u>	<u>35,699,035</u>	<u>34,564,823</u>	<u>1,134,212</u>
Excess (deficiency) of revenues over expenditures	<u>3,491,932</u>	<u>3,140,943</u>	<u>8,564,463</u>	<u>5,423,520</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Inception of SBITA	-	-	684,904	684,904
Transfers in	3,208,347	3,208,347	3,934,929	726,582
Transfers out	<u>(19,882,463)</u>	<u>(21,981,124)</u>	<u>(13,107,799)</u>	<u>8,873,325</u>
Total Other Financing Sources (Uses)	<u>(16,674,116)</u>	<u>(18,772,777)</u>	<u>(8,487,966)</u>	<u>10,284,811</u>
Net change in fund balance	<u>\$(13,182,184)</u>	<u>\$(15,631,834)</u>	<u>76,497</u>	<u>\$ 15,708,331</u>
Fund balance - July 1, 2024			<u>65,864,229</u>	
Fund balance - June 30, 2025			<u>\$ 65,940,726</u>	

TOWN OF TRUCKEE
MEASURE R TRAILS FUND - MAJOR SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	2024 - 2025 Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Taxes and assessments	\$ 3,243,000	\$ 3,243,000	\$ 578,387	\$ (2,664,613)
Use of money and property	<u>100,000</u>	<u>100,000</u>	<u>177,745</u>	<u>77,745</u>
Total Revenues	<u>3,343,000</u>	<u>3,343,000</u>	<u>756,132</u>	<u>(2,586,868)</u>
 <u>EXPENDITURES</u>				
Current:				
Public works	<u>500</u>	<u>500</u>	<u>437</u>	<u>63</u>
Total Expenditures	<u>500</u>	<u>500</u>	<u>437</u>	<u>63</u>
Excess (deficiency) of revenues over expenditures	<u>3,342,500</u>	<u>3,342,500</u>	<u>755,695</u>	<u>(2,586,805)</u>
 <u>OTHER FINANCING SOURCES (USES)</u>				
Transfers out	<u>(1,911,071)</u>	<u>(3,171,279)</u>	<u>(2,551,983)</u>	<u>619,296</u>
Total Other Financing Sources (Uses)	<u>(1,911,071)</u>	<u>(3,171,279)</u>	<u>(2,551,983)</u>	<u>619,296</u>
Net change in fund balance	<u>\$ 1,431,429</u>	<u>\$ 171,221</u>	<u>(1,796,288)</u>	<u>\$ (1,967,509)</u>
Fund balance - July 1, 2024			<u>2,806,437</u>	
Fund balance - June 30, 2025			<u>\$ 1,010,149</u>	

*Measure R Sales Tax sunset during 2025. In 2022, voters approved a 1/2 percent sales tax restricted for use on trails that has replaced Measure R. It is called Measure U and the budget for estimated collections of Measure U was included in the budget for Measure R to simplify presentation. The Town collected \$2.5 million in Measure U funds during fiscal year 2025.

**TOWN OF TRUCKEE
TRAFFIC IMPACT FEES FUND - MAJOR SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	<u>2024 - 2025 Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Use of money and property	\$ 302,026	\$ 302,026	\$ 449,673	\$ 147,647
Charges for services	<u>1,250,000</u>	<u>1,250,000</u>	<u>510,154</u>	<u>(739,846)</u>
Total Revenues	<u>1,552,026</u>	<u>1,552,026</u>	<u>959,827</u>	<u>(592,199)</u>
<u>EXPENDITURES</u>				
Current:				
Public works	<u>13,200</u>	<u>13,200</u>	<u>11,368</u>	<u>1,832</u>
Total Expenditures	<u>13,200</u>	<u>13,200</u>	<u>11,368</u>	<u>1,832</u>
Excess (deficiency) of revenues over expenditures	<u>1,538,826</u>	<u>1,538,826</u>	<u>948,459</u>	<u>(590,367)</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers out	<u>(914,763)</u>	<u>(1,514,763)</u>	<u>(1,063,914)</u>	<u>450,849</u>
Total Other Financing Sources (Uses)	<u>(914,763)</u>	<u>(1,514,763)</u>	<u>(1,063,914)</u>	<u>450,849</u>
Net change in fund balance	<u>\$ 624,063</u>	<u>\$ 24,063</u>	<u>(115,455)</u>	<u>\$ (139,518)</u>
Fund balance - July 1, 2024			<u>8,905,797</u>	
Fund balance - June 30, 2025			<u>\$ 8,790,342</u>	

TOWN OF TRUCKEE
MEASURE V ROAD MAINTENANCE FUND - MAJOR SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	2024 - 2025 Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Taxes and assessments	\$ 3,856,000	\$ 3,856,000	\$ 3,655,406	\$ (200,594)
Use of money and property	<u>412,450</u>	<u>412,450</u>	<u>640,812</u>	<u>228,362</u>
Total Revenues	<u>4,268,450</u>	<u>4,268,450</u>	<u>4,296,218</u>	<u>27,768</u>
<u>EXPENDITURES</u>				
Current:				
Public works	<u>10,000</u>	<u>10,000</u>	<u>3,352</u>	<u>6,648</u>
Total Expenditures	<u>10,000</u>	<u>10,000</u>	<u>3,352</u>	<u>6,648</u>
Excess (deficiency) of revenues over expenditures	<u>4,258,450</u>	<u>4,258,450</u>	<u>4,292,866</u>	<u>34,416</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers out	<u>(2,210,000)</u>	<u>(2,220,000)</u>	<u>(1,636,227)</u>	<u>583,773</u>
Total Other Financing Sources (Uses)	<u>(2,210,000)</u>	<u>(2,220,000)</u>	<u>(1,636,227)</u>	<u>583,773</u>
Net change in fund balance	<u>\$ 2,048,450</u>	<u>\$ 2,038,450</u>	<u>2,656,639</u>	<u>\$ 618,189</u>
Fund balance - July 1, 2024			<u>11,891,775</u>	
Fund balance - June 30, 2025			<u>\$ 14,548,414</u>	

TOWN OF TRUCKEE
TOWN SPECIAL SERVICE AREAS FUND - MAJOR SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	2024 - 2025 Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Taxes and assessments	\$ 777,000	\$ 777,000	\$ 778,896	\$ 1,896
Use of money and property	<u>231,728</u>	<u>231,728</u>	<u>300,968</u>	<u>69,240</u>
Total Revenues	<u>1,008,728</u>	<u>1,008,728</u>	<u>1,079,864</u>	<u>71,136</u>
 <u>EXPENDITURES</u>				
Current:				
Public works	<u>9,850</u>	<u>9,850</u>	<u>5,406</u>	<u>4,444</u>
Total Expenditures	<u>9,850</u>	<u>9,850</u>	<u>5,406</u>	<u>4,444</u>
Excess (deficiency) of revenues over expenditures	<u>998,878</u>	<u>998,878</u>	<u>1,074,458</u>	<u>75,580</u>
 <u>OTHER FINANCING SOURCES (USES)</u>				
Transfers out	<u>(1,356,979)</u>	<u>(1,356,979)</u>	<u>(1,097,658)</u>	<u>259,321</u>
Total Other Financing Sources (Uses)	<u>(1,356,979)</u>	<u>(1,356,979)</u>	<u>(1,097,658)</u>	<u>259,321</u>
Net change in fund balance	<u>\$ (358,101)</u>	<u>\$ (358,101)</u>	<u>(23,200)</u>	<u>\$ 334,901</u>
Fund balance - July 1, 2024			<u>6,031,277</u>	
Fund balance - June 30, 2025			<u>\$ 6,008,077</u>	

**TOWN OF TRUCKEE
REQUIRED SUPPLEMENTARY INFORMATION**

SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

**As of June 30, 2025
Last 10 Years**

	Measurement Period									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Proportion of the net pension liability	0.169770 %	0.166970 %	0.162650 %	0.140120 %	0.141710 %	0.135550 %	0.130220 %	0.128270 %	0.124370 %	0.120798 %
Proportionate share of the net pension liability	\$ 20,588,476	\$ 20,830,659	\$ 18,787,734	\$ 7,578,234	\$ 15,418,984	\$ 13,889,531	\$ 12,548,765	\$ 12,720,474	\$ 10,761,789	\$ 8,291,496
Covered payroll	\$ 15,233,103	\$ 12,662,990	\$ 11,453,648	\$ 11,205,585	\$ 10,629,568	\$ 9,917,135	\$ 9,935,645	\$ 8,988,575	\$ 8,529,783	\$ -
Proportionate share of the net pension liability as a percentage of covered payroll	135.16 %	164.50 %	164.03 %	67.63 %	145.06 %	140.06 %	126.30 %	141.52 %	126.17 %	DIV/0 %
Plan fiduciary net position as a percentage of the total pension liability	78.10 %	76.21 %	76.68 %	88.29 %	75.10 %	75.26 %	75.26 %	73.31 %	74.06 %	78.40 %

Notes to Schedule:

Changes in assumptions

In 2024 and 2023 (measurement date), there were no changes in assumptions. In 2022, the demographic assumptions, discount rate and inflation rate were changed in accordance with the CalPERS Experience Study and Review of Actuarial Assumptions December 2021. In 2021, 2020 and 2019, there were no changes. In 2018, the demographic assumptions and inflation rate were changed in accordance with the CalPERS Experience Study and Review of Actuarial Assumptions December 2017.

In 2017, the accounting discount rate was reduced from 7.65 percent to 7.15 percent. In 2016, there were no changes.

In 2015, amounts reported reflect an adjustment of the discount rate from 7.5 percent (net of administrative expense) to 7.65 percent (without a reduction for pension plan administrative expense). In 2014, amounts reported were based on the 7.5 percent discount rate.

**TOWN OF TRUCKEE
REQUIRED SUPPLEMENTARY INFORMATION**

SCHEDULE OF CONTRIBUTIONS TO THE DEFINED BENEFIT PENSION PLAN

As of June 30, 2025
Last 10 Years

	Fiscal Year-End									
	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Contractually required contribution (actuarially determined)	\$ 3,720,981	\$ 3,193,087	\$ 2,823,609	\$ 2,567,091	\$ 2,427,394	\$ 2,200,337	\$ 1,911,834	\$ 1,597,901	\$ 1,599,871	\$ 1,437,532
Contributions in relation to the actuarially determined contributions	<u>3,720,981</u>	<u>3,193,087</u>	<u>2,823,609</u>	<u>2,567,091</u>	<u>2,427,394</u>	<u>2,200,337</u>	<u>1,911,834</u>	<u>1,597,901</u>	<u>1,599,871</u>	<u>1,437,532</u>
Contribution deficiency (excess)	\$ _____ -	\$ _____ -	\$ _____ -	\$ _____ -	\$ _____ -	\$ _____ -	\$ _____ -	\$ _____ -	\$ _____ -	\$ _____ -
Covered payroll	\$16,662,325	\$15,233,103	\$12,662,990	\$11,453,648	\$11,205,585	\$10,629,568	\$ 9,917,135	\$ 9,935,645	\$ 8,988,575	\$ 8,529,783
Contributions as a percentage of covered payroll	22.33 %	20.96 %	22.30 %	22.41 %	21.66 %	20.70 %	19.28 %	16.08 %	17.80 %	16.85 %

**TOWN OF TRUCKEE
REQUIRED SUPPLEMENTARY INFORMATION**

**SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS
As of June 30, 2025
Last 10 Years ***

	Measurement Period			
	2024	2023	2022	2021
Changes in the Total OPEB Liability				
Service cost	\$ 192,202	\$ 166,829	\$ 180,963	\$ 158,291
Interest	138,753	144,352	129,003	140,623
Benefit payments	(76,096)	(75,046)	(76,954)	(60,788)
Plan experience	-	(285,032)	-	(30,516)
Change in assumptions	-	(82,577)	(186,142)	(63,130)
Net Changes	<u>254,859</u>	<u>(131,474)</u>	<u>46,870</u>	<u>144,480</u>
Total OPEB Liability (beginning of year)	2,488,767	2,620,241	2,573,371	2,428,891
Total OPEB Liability (end of year)	<u>\$ 2,743,626</u>	<u>\$ 2,488,767</u>	<u>\$ 2,620,241</u>	<u>\$ 2,573,371</u>
Changes in the Fiduciary Net Position				
Employer contributions	\$ 247,034	\$ 256,419	\$ 272,190	\$ 219,821
Investment income	108,758	25,569	(166,260)	153,183
Benefit payments	(76,096)	(75,046)	(76,954)	(60,788)
Administrative expenses	(1,478)	(1,292)	(954)	(889)
Net Changes	<u>278,218</u>	<u>205,650</u>	<u>28,022</u>	<u>311,327</u>
Total Fiduciary Net Position (beginning of year)	1,612,166	1,406,516	1,378,494	1,067,167
Total Fiduciary Net Position (end of year)	<u>1,890,384</u>	<u>1,612,166</u>	<u>1,406,516</u>	<u>1,378,494</u>
Net OPEB Liability	<u>\$ 853,242</u>	<u>\$ 876,601</u>	<u>\$ 1,213,725</u>	<u>\$ 1,194,877</u>
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	68.9 %	64.8 %	53.7 %	53.6 %
Covered employee payroll	\$ 15,572,614	\$ 13,560,682	\$ 11,669,025	\$ 11,400,653
Net OPEB Liability as a Percentage of Covered-Employee Payroll	17.6 %	18.4 %	10.4 %	10.5 %

Notes to Schedule:

Changes in assumptions

For the measurement period ending June 30, 2024, there were no changes in assumptions. For the measurement period ending June 30, 2023, the PEMHCA rate changed from 4.00% to 3.50%, the Non-Medicare rate changed from 6.50% to 8.50%, and the Medicare rate changed from 5.65% to 7.50%.

* Fiscal year 2018 was the 1st year of implementation, therefore only eight years are shown.

**TOWN OF TRUCKEE
REQUIRED SUPPLEMENTARY INFORMATION**

**SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS (CONTINUED)
As of June 30, 2025
Last 10 Years ***

	Measurement Period			
	2020	2019	2018	2017
Changes in the Total OPEB Liability				
Service cost	\$ 155,153	\$ 94,738	\$ 91,979	\$ 89,300
Interest	129,600	73,909	66,265	59,335
Benefit payments	(66,700)	(23,088)	(20,967)	(29,650)
Plan experience	-	663,210	-	-
Change in assumptions	<u>(23,732)</u>	<u>165,203</u>	<u>-</u>	<u>-</u>
Net Changes	<u>194,321</u>	<u>973,972</u>	<u>137,277</u>	<u>118,985</u>
Total OPEB Liability (beginning of year)	2,234,570	1,260,598	1,123,321	1,004,336
Total OPEB Liability (end of year)	<u>\$ 2,428,891</u>	<u>\$ 2,234,570</u>	<u>\$ 1,260,598</u>	<u>\$ 1,123,321</u>
Changes in the Fiduciary Net Position				
Employer contributions	\$ 187,859	\$ 125,518	\$ 144,250	\$ 148,746
Investment income	60,167	58,709	28,706	20,407
Benefit payments	(66,700)	(23,088)	(20,967)	(29,650)
Administrative expenses	<u>(930)</u>	<u>(528)</u>	<u>(1,535)</u>	<u>(248)</u>
Net Changes	<u>180,396</u>	<u>160,611</u>	<u>150,454</u>	<u>139,255</u>
Total Fiduciary Net Position (beginning of year)	886,771	726,160	575,706	436,451
Total Fiduciary Net Position (end of year)	<u>1,067,167</u>	<u>886,771</u>	<u>726,160</u>	<u>575,706</u>
Net OPEB Liability	<u>\$ 1,361,724</u>	<u>\$ 1,347,799</u>	<u>\$ 534,438</u>	<u>\$ 547,615</u>
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	43.9 %	39.7 %	57.6 %	51.3 %
Covered employee payroll	\$ 10,440,289	\$ 10,427,136	\$ 9,334,958	\$ 8,803,289
Net OPEB Liability as a Percentage of Covered-Employee Payroll	13.0 %	12.9 %	5.7 %	6.2 %

**TOWN OF TRUCKEE
REQUIRED SUPPLEMENTARY INFORMATION**

**SCHEDULE OF CONTRIBUTIONS TO THE OPEB PLAN
As of June 30, 2025
Last 10 Years ***

	Fiscal Year							
	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Actuarially Determined Contribution (ADC)	\$ 287,578	\$ 269,390	\$ 264,355	\$ 288,091	\$ 239,736	\$ 187,556	\$ 141,968	\$ 138,976
Contributions in relation to the ADC	<u>275,543</u>	<u>247,034</u>	<u>256,419</u>	<u>271,715</u>	<u>219,821</u>	<u>187,859</u>	<u>125,518</u>	<u>144,250</u>
Contribution deficiency (excess)	<u>\$ 12,035</u>	<u>\$ 22,356</u>	<u>\$ 7,936</u>	<u>\$ 16,376</u>	<u>\$ 19,915</u>	<u>\$ (303)</u>	<u>\$ 16,450</u>	<u>\$ (5,274)</u>
Covered-Employee Payroll	\$ 16,989,467	\$ 15,572,614	\$ 13,560,682	\$ 11,669,025	\$ 11,400,653	\$ 10,440,289	\$ 10,367,646	\$ 9,165,306
Contributions as a Percentage of Covered-Employee Payroll	1.6 %	1.6 %	1.9 %	2.3 %	1.9 %	1.8 %	1.2 %	1.6 %

* Fiscal year 2018 was the 1st year of implementation, therefore only eight years are shown.

**TOWN OF TRUCKEE
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2025**

Budgetary Basis of Accounting

The approved Town procedures for establishing the budgetary data reflected in the financial statements are as follows:

1. Each year, the Administrative Services Department submits to the Town Council a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and estimated revenues. Public meetings are to be conducted to obtain taxpayer comments. By July 1, after adjustment as directed by the Town Council, the budget is legally enacted through council motion.
2. Council approval is required for transfers between funds, or for an increase in total appropriations. Therefore, the level of budgetary responsibility is by total appropriations; however, for report purposes, this level has been expanded to a functional basis (General Government, Public Safety, Public Works etc.).
3. Formal budgetary integration is employed as a management control device during the year for the General Fund and certain Special Revenue Funds. Budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP). Accordingly, actual revenues and expenditures can be compared with related budgeted amounts without any significant adjustments.
4. All unused appropriations for budgeted amounts lapse at the end of the fiscal year.
5. Individual fund budgetary comparisons are not presented at the detailed budget level due to their excessive length. A separate document presenting this information is available. The following funds did not have a legally adopted budget for the fiscal year ended June 30, 2025: Capital Projects Fund, Town Bond Reserve Fund, Debt Service Fund, HOME Grant Fund, Abandoned Vehicle Abatement Fund, Town Housing Fund, Downtown In-Lieu Parking Fund, PEG Fund, Infrastructure In-Lieu Fund, COPS Fund, Gas Tax Fund, BEGIN Housing Reimbursement Grant Fund, HOME Re-Use Fund, CDBG Misc Income Fund, CDBG 10-STBG-8741 Fund, Housing Assistance Fund, CDBG Program Income Fund, CalHome Grant Fund, the Asset Forfeiture Fund Measure E Fund, Measure U Fund, and the Fleet Replacement Fund.

The Town 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.

COMBINING FINANCIAL STATEMENTS AND SCHEDULES

NON-MAJOR GOVERNMENTAL FUNDS

The following funds are reported in total on the Governmental Fund Financial Statements under the column Other Governmental Funds.

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted or assigned to expenditure for specific purposes other than debt service or capital projects. Nonmajor special revenue funds used by the Town are listed below:

Abandoned Vehicle Abatement Fund

Accounts for revenues received from the State of California Abandoned Vehicle Abatement program and expenditures related to the removal and disposal of abandoned, wrecked, or inoperative vehicles that pose public safety or nuisance concerns.

Air Quality Mitigation Fund

Accounts for mitigation fees and related revenues used to fund programs and projects designed to reduce air pollution, including particulate matter reduction and clean air initiatives within the Town.

Downtown In-Lieu Parking Fund

Accounts for in-lieu parking fees paid by developers in lieu of constructing required parking, which are restricted for the development, maintenance, or enhancement of public parking facilities in the downtown area.

Town Housing Fund

Accounts for housing-related revenues and expenditures supporting the Town's affordable and workforce housing programs, including development, preservation, and housing assistance activities.

PEG Fund

Accounts for Public, Educational, and Governmental (PEG) access fees received from cable franchise agreements and used to support community media, government access programming, and related capital and operating costs.

Infrastructure In-Lieu Fund

Accounts for in-lieu fees collected from development projects that are restricted for infrastructure improvements when required public facilities are not constructed directly by the developer.

Community Facilities Districts

Accounts for special tax revenues and related expenditures of Community Facilities Districts established to finance public infrastructure and enhanced services benefiting specific development areas within the Town.

COPS Fund

Accounts for revenues received under the State's Citizens Option for Public Safety (COPS) program and expenditures related to eligible public safety services and equipment.

Gas Tax Fund

Accounts for state-allocated gas tax revenues restricted for street maintenance, rehabilitation, and transportation related capital projects within the Town, as well as half of the Town's annual snow removal expenditures with a \$5,000 off-the-top reduction.

BEGIN Housing Reimb Grant Fund

Accounts for grant reimbursements received under the State's BEGIN housing program and expenditures related eligible housing development and affordability initiatives.

NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS (CONTINUED)

HOME Re-Use Fund

Accounts for program income and reused funds generated from HOME-funded housing activities, which are restricted for additional affordable housing projects in accordance with federal regulations.

CDBG - Misc Income Fund

Accounts for miscellaneous program income earned from Community Development Block Grant (CDBG) activities has been assigned used for eligible community development and housing purposes by the Town Council.

CDBG 10-STBG-6741 Fund

Accounts for federal Community Development Block Grant (CDBG) funds awarded for a specific project or grant agreement and expenditures related to eligible community development activities.

Public Art In-Lieu Fund

Accounts for in-lieu fees paid by developers in place of providing on-site public art, which are restricted for the acquisition, installation, and maintenance of public art throughout the Town.

CDBG-CV Fund

Accounts for Community Development Block Grant – Coronavirus (CDBG-CV) funds and related expenditures supporting COVID-19 response, housing stability, and community services.

Housing Assistance Fund

Accounts for revenues and expenditures related to housing assistance programs, including rental assistance, housing stabilization, and direct support for income-qualified households.

Program Income Fund

Accounts for program income generated from prior grant-funded activities that must be used in accordance with applicable grant restrictions, primarily for housing and community development purposes.

CalHome Grant Fund

Accounts for State of California CalHome grant revenues and expenditures supporting first-time homebuyer assistance, rehabilitation, and other eligible affordable housing activities.

Facilities Impact Fees Fund

Accounts for development impact fees restricted for the construction and expansion of public facilities needed to serve growth within the Town. Specifically animal services, public safety services, storm drainage and general governmental services.

Asset Forfeiture Fund

Accounts for proceeds received from law-enforcement asset forfeitures and expenditures restricted to public safety purposes as permitted by state and federal regulations.

Coldstream Community Benefit Fund

The Coldstream Community Benefit Fund accounts for revenues received pursuant to the Community Benefit Fee Agreement, representing a percentage of residential sale proceeds from the Coldstream development that are remitted to the Town and restricted for use on community benefit purposes.

NON-MAJOR GOVERNMENTAL FUNDS

CAPITAL PROJECT FUNDS

The Capital Project Funds are used to account for financial resources that are restricted, committed or assigned to expenditure for capital outlay. Nonmajor capital project funds used by the Town are listed below:

Fleet Replacement Fund

Accounts for the assigned monies provided and used for the Town's fleet replacement.

**TOWN OF TRUCKEE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEETS
JUNE 30, 2025**

	Special Revenue Funds				
	Abandoned Vehicle Abatement Fund	Air Quality Mitigation Fund	Downtown In- Lieu Parking Fund	Town Housing Fund	PEG Fund
<u>ASSETS</u>					
Cash and investments	\$ 5,642	\$ 154,950	\$ 182,028	\$ 467,732	\$ 70,887
Accounts receivable	-	-	7,470	-	4,438
Interest receivable	-	934	1,168	2,881	467
Taxes receivable	-	-	-	-	-
Loans receivable	-	-	-	437,716	-
Prepaid expenses	-	-	-	-	-
Total Assets	<u>5,642</u>	<u>155,884</u>	<u>190,666</u>	<u>908,329</u>	<u>75,792</u>
<u>LIABILITIES:</u>					
Accounts payable and accrued expenses	\$ -	\$ -	\$ -	\$ -	\$ -
Unearned revenues	-	-	-	-	-
Deposits payable	-	-	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Unavailable revenues	-	-	7,470	437,716	-
<u>FUND BALANCES:</u>					
Nonspendable	-	-	-	-	-
Restricted	5,642	155,884	183,196	470,613	75,792
Assigned	-	-	-	-	-
Total Fund Balances	<u>5,642</u>	<u>155,884</u>	<u>183,196</u>	<u>470,613</u>	<u>75,792</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 5,642</u>	<u>\$ 155,884</u>	<u>\$ 190,666</u>	<u>\$ 908,329</u>	<u>\$ 75,792</u>

**TOWN OF TRUCKEE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEETS (CONTINUED)
JUNE 30, 2025**

	Special Revenue Fund					
	Infrastructure In-Lieu Fund	Community Facilities Districts	COPS Fund	Gas Tax Fund	BEGIN Housing Reimb Grant Fund	HOME Re-Use Fund
<u>ASSETS</u>						
Cash and investments	\$ 362,522	\$ 869,546	\$ 389,461	\$ 1,284,215	\$ 69	\$ 23,258
Accounts receivable	-	-	-	-	-	-
Interest receivable	2,258	5,373	3,426	10,434	-	156
Taxes receivable	-	35,479	-	85,018	-	-
Loans receivable	-	-	-	-	320,486	1,534,739
Prepaid expenses	-	-	1,400	-	-	-
Total Assets	<u>364,780</u>	<u>910,398</u>	<u>394,287</u>	<u>1,379,667</u>	<u>320,555</u>	<u>1,558,153</u>
<u>LIABILITIES:</u>						
Accounts payable and accrued expenses	\$ -	\$ 22,769	\$ 5,309	\$ 46,644	\$ -	\$ -
Unearned revenues	-	-	-	-	-	-
Deposits payable	74,533	-	-	-	-	-
Total Liabilities	<u>74,533</u>	<u>22,769</u>	<u>5,309</u>	<u>46,644</u>	<u>-</u>	<u>-</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>						
Unavailable revenues	-	-	-	-	320,486	1,534,739
<u>FUND BALANCES:</u>						
Nonspendable	-	-	1,400	-	-	-
Restricted	290,247	887,629	387,578	1,333,023	69	23,414
Assigned	-	-	-	-	-	-
Total Fund Balances	<u>290,247</u>	<u>887,629</u>	<u>388,978</u>	<u>1,333,023</u>	<u>69</u>	<u>23,414</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 364,780</u>	<u>\$ 910,398</u>	<u>\$ 394,287</u>	<u>\$ 1,379,667</u>	<u>\$ 320,555</u>	<u>\$ 1,558,153</u>

**TOWN OF TRUCKEE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEETS (CONTINUED)
JUNE 30, 2025**

	Special Revenue Funds					
	CDBG - Misc Income Fund	CDBG 10- STBG-6741 Fund	Public Art In- Lieu Fund	CDBG-CV Fund	Housing Assistance Fund	Coldstream Community Benefit Fund
<u>ASSETS</u>						
Cash and investments	\$ 49,839	\$ -	\$ 26,453	\$ 154	\$ 1,112,491	\$ 46,779
Accounts receivable	-	-	-	-	-	-
Interest receivable	307	-	-	-	6,852	311
Taxes receivable	-	-	-	-	-	-
Loans receivable	43,077	585,145	-	-	2,049,584	-
Prepaid expenses	-	-	-	-	-	-
Total Assets	<u>93,223</u>	<u>585,145</u>	<u>26,453</u>	<u>154</u>	<u>3,168,927</u>	<u>47,090</u>
<u>LIABILITIES:</u>						
Accounts payable and accrued expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unearned revenues	-	-	26,453	-	-	-
Deposits payable	-	-	-	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>26,453</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>						
Unavailable revenues	<u>43,077</u>	<u>585,145</u>	<u>-</u>	<u>-</u>	<u>2,049,584</u>	<u>-</u>
<u>FUND BALANCES:</u>						
Nonspendable	-	-	-	-	-	-
Restricted	-	-	-	-	1,119,343	47,090
Assigned	<u>50,146</u>	<u>-</u>	<u>-</u>	<u>154</u>	<u>-</u>	<u>-</u>
Total Fund Balances	<u>50,146</u>	<u>-</u>	<u>-</u>	<u>154</u>	<u>1,119,343</u>	<u>47,090</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 93,223</u>	<u>\$ 585,145</u>	<u>\$ 26,453</u>	<u>\$ 154</u>	<u>\$ 3,168,927</u>	<u>\$ 47,090</u>

**TOWN OF TRUCKEE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEETS (CONTINUED)
JUNE 30, 2025**

	Special Revenue Funds				Capital Projects Fund	Total Non-major Governmental Funds
	Program Income Fund	CalHome Grant Fund	Facilities Impact Fees Fund	Asset Forfeiture Fund	Fleet Replacement Fund	
<u>ASSETS</u>						
Cash and investments	\$ 1,098,711	\$ -	\$ 2,375,882	\$ 161,832	\$ 5,591,209	\$ 14,273,660
Accounts receivable	-	-	4,257	-	-	16,165
Interest receivable	6,852	-	389	1,012	34,493	77,313
Taxes receivable	-	-	-	-	-	120,497
Loans receivable	175,100	223,502	-	-	-	5,369,349
Prepaid expenses	-	-	-	-	-	1,400
Total Assets	<u>1,280,663</u>	<u>223,502</u>	<u>2,380,528</u>	<u>162,844</u>	<u>5,625,702</u>	<u>19,858,384</u>
<u>LIABILITIES:</u>						
Accounts payable and accrued expenses	\$ -	\$ -	\$ -	\$ -	\$ 13,414	\$ 88,136
Unearned revenues	-	-	-	-	-	26,453
Deposits payable	-	-	-	-	-	74,533
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>13,414</u>	<u>189,122</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>						
Unavailable revenues	<u>175,100</u>	<u>223,502</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,376,819</u>
<u>FUND BALANCES:</u>						
Nonspendable	-	-	-	-	-	1,400
Restricted	1,105,563	-	2,380,528	162,844	-	8,628,455
Assigned	-	-	-	-	5,612,288	5,662,588
Total Fund Balances	<u>1,105,563</u>	<u>-</u>	<u>2,380,528</u>	<u>162,844</u>	<u>5,612,288</u>	<u>14,292,443</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 1,280,663</u>	<u>\$ 223,502</u>	<u>\$ 2,380,528</u>	<u>\$ 162,844</u>	<u>\$ 5,625,702</u>	<u>\$ 19,858,384</u>

**TOWN OF TRUCKEE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2025**

	Special Revenue Funds				
	Abandoned Vehicle Abatement Fund	Air Quality Mitigation Fund	Downtown In- Lieu Parking Fund	Town Housing Fund	PEG Fund
REVENUES					
Taxes and assessments	\$ -	\$ -	\$ -	\$ -	\$ -
Use of money and property	69	5,460	6,416	20,001	2,330
Intergovernmental	-	-	-	-	-
Charges for services	-	1,162	-	-	-
Other revenue	-	-	-	4,751	18,363
Total Revenues	<u>69</u>	<u>6,622</u>	<u>6,416</u>	<u>24,752</u>	<u>20,693</u>
EXPENDITURES					
Current:					
Public safety	-	-	-	-	-
Public works	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>69</u>	<u>6,622</u>	<u>6,416</u>	<u>24,752</u>	<u>20,693</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	69	6,622	6,416	24,752	20,693
Fund balances - July 1, 2024	<u>5,573</u>	<u>149,262</u>	<u>176,780</u>	<u>445,861</u>	<u>55,099</u>
Fund balances - June 30, 2025	<u>\$ 5,642</u>	<u>\$ 155,884</u>	<u>\$ 183,196</u>	<u>\$ 470,613</u>	<u>\$ 75,792</u>

**TOWN OF TRUCKEE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2025**

	Special Revenue Funds					
	Infrastructure In-Lieu Fund	Community Facilities Districts	COPS Fund	Gas Tax Fund	BEGIN Housing Reimb Grant Fund	HOME Re-Use Fund
REVENUES						
Taxes and assessments	\$ -	\$ 336,143	\$ -	\$ 3,296,512	\$ -	\$ -
Use of money and property	12,894	33,769	18,059	47,626	69	878
Intergovernmental	-	-	194,663	-	-	-
Charges for services	6,133	-	-	-	-	-
Other revenue	-	-	1,000	-	-	-
Total Revenues	<u>19,027</u>	<u>369,912</u>	<u>213,722</u>	<u>3,344,138</u>	<u>69</u>	<u>878</u>
EXPENDITURES						
Current:						
Public safety	-	-	76,669	-	-	-
Public works	-	231,821	-	-	-	-
Capital outlay	-	-	6,705	-	-	-
Total Expenditures	<u>-</u>	<u>231,821</u>	<u>83,374</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>19,027</u>	<u>138,091</u>	<u>130,348</u>	<u>3,344,138</u>	<u>69</u>	<u>878</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers out	-	(176,161)	(201,958)	(3,272,053)	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(176,161)</u>	<u>(201,958)</u>	<u>(3,272,053)</u>	<u>-</u>	<u>-</u>
Net change in fund balances	19,027	(38,070)	(71,610)	72,085	69	878
Fund balances - July 1, 2024	<u>271,220</u>	<u>925,699</u>	<u>460,588</u>	<u>1,260,938</u>	<u>-</u>	<u>22,536</u>
Fund balances - June 30, 2025	<u>\$ 290,247</u>	<u>\$ 887,629</u>	<u>\$ 388,978</u>	<u>\$ 1,333,023</u>	<u>\$ 69</u>	<u>\$ 23,414</u>

**TOWN OF TRUCKEE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2025**

	Special Revenue Funds					
	CDBG - Misc Income Fund	CDBG 10- STBG-6741	Public Art In- Lieu Fund	CDBG-CV Fund	Housing Assistance Fund	Coldstream Community Benefit Fund
REVENUES						
Taxes and assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Use of money and property	4,572	10,872	-	-	38,985	701
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	32,785	-	107,790	-
Other revenue	2,599	14,444	-	-	-	46,389
Total Revenues	<u>7,171</u>	<u>25,316</u>	<u>32,785</u>	<u>-</u>	<u>146,775</u>	<u>47,090</u>
EXPENDITURES						
Current:						
Public safety	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>7,171</u>	<u>25,316</u>	<u>32,785</u>	<u>-</u>	<u>146,775</u>	<u>47,090</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers out	-	(25,316)	(32,785)	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(25,316)</u>	<u>(32,785)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	7,171	-	-	-	146,775	47,090
Fund balances - July 1, 2024	<u>42,975</u>	<u>-</u>	<u>-</u>	<u>154</u>	<u>972,568</u>	<u>-</u>
Fund balances - June 30, 2025	<u>\$ 50,146</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 154</u>	<u>\$ 1,119,343</u>	<u>\$ 47,090</u>

**TOWN OF TRUCKEE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2025**

	Special Revenue Funds				Capital Projects Fund	Total Non-major Governmental Funds
	Program Income Fund	CalHome Grant Fund	Facilities Impact Fees Fund	Asset Forfeiture Fund	Fleet Replacement Fund	
<u>REVENUES</u>						
Taxes and assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,632,655
Use of money and property	38,551	-	37,856	6,267	135,006	420,381
Intergovernmental	-	-	-	-	1,133,852	1,328,515
Charges for services	-	-	185,443	-	-	333,313
Other revenue	-	-	-	-	-	87,546
Total Revenues	38,551	-	223,299	6,267	1,268,858	5,802,410
<u>EXPENDITURES</u>						
Current:						
Public safety	-	-	-	-	-	76,669
Public works	-	-	3,527	-	-	235,348
Capital outlay	-	-	-	-	931,045	937,750
Total Expenditures	-	-	3,527	-	931,045	1,249,767
Excess (Deficiency) of Revenues over Expenditures	38,551	-	219,772	6,267	337,813	4,552,643
<u>OTHER FINANCING SOURCES (USES)</u>						
Transfers in	25,316	-	-	-	-	25,316
Transfers out	-	-	(89,461)	-	-	(3,797,734)
Total Other Financing Sources (Uses)	25,316	-	(89,461)	-	-	(3,772,418)
Net change in fund balances	63,867	-	130,311	6,267	337,813	780,225
Fund balances - July 1, 2024	1,041,696	-	2,250,217	156,577	5,274,475	13,512,218
Fund balances - June 30, 2025	\$ 1,105,563	\$ -	\$ 2,380,528	\$ 162,844	\$ 5,612,288	\$ 14,292,443

**TOWN OF TRUCKEE
AIR QUALITY MITIGATION FUND SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	<u>2024 - 2025 Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Use of money and property	\$ 2,358	\$ 2,358	\$ 5,460	\$ 3,102
Intergovernmental	<u>500</u>	<u>500</u>	<u>1,162</u>	<u>662</u>
Total Revenues	<u>2,858</u>	<u>2,858</u>	<u>6,622</u>	<u>3,764</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers out	<u>(50,000)</u>	<u>(50,000)</u>	-	<u>50,000</u>
Total Other Financing Sources (Uses)	<u>(50,000)</u>	<u>(50,000)</u>	-	<u>50,000</u>
Net change in fund balance	<u>\$ (47,142)</u>	<u>\$ (47,142)</u>	<u>6,622</u>	<u>\$ 53,764</u>
Fund balance - July 1, 2024			<u>149,262</u>	
Fund balance - June 30, 2025			<u>\$ 155,884</u>	

**TOWN OF TRUCKEE
COMMUNITY FACILITIES DISTRICTS FUND - SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	<u>2024 - 2025 Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Taxes and assessments	\$ 344,652	\$ 344,652	\$ 336,143	\$ (8,509)
Use of money and property	<u>16,145</u>	<u>16,145</u>	<u>33,769</u>	<u>17,624</u>
Total Revenues	<u>360,797</u>	<u>360,797</u>	<u>369,912</u>	<u>9,115</u>
<u>EXPENDITURES</u>				
Current:				
Public works	<u>232,300</u>	<u>232,300</u>	<u>231,821</u>	<u>479</u>
Total Expenditures	<u>232,300</u>	<u>232,300</u>	<u>231,821</u>	<u>479</u>
Excess of revenues over expenditures	<u>128,497</u>	<u>128,497</u>	<u>138,091</u>	<u>9,594</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers out	<u>(58,463)</u>	<u>(58,463)</u>	<u>(176,161)</u>	<u>(117,698)</u>
Total Other Financing Sources (Uses)	<u>(58,463)</u>	<u>(58,463)</u>	<u>(176,161)</u>	<u>(117,698)</u>
Net change in fund balance	<u>\$ 70,034</u>	<u>\$ 70,034</u>	<u>(38,070)</u>	<u>\$ (108,104)</u>
Fund balance - July 1, 2024			<u>925,699</u>	
Fund balance - June 30, 2025			<u>\$ 887,629</u>	

**TOWN OF TRUCKEE
FACILITIES IMPACT FEES FUND - SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	<u>2024 - 2025 Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Use of money and property	\$ 50,713	\$ 50,713	\$ 37,856	\$ (12,857)
Charges for services	<u>290,000</u>	<u>290,000</u>	<u>185,443</u>	<u>(104,557)</u>
Total Revenues	<u>\$ 340,713</u>	<u>\$ 340,713</u>	<u>\$ 223,299</u>	<u>\$ (117,414)</u>
<u>EXPENDITURES</u>				
Current:				
Public works	<u>7,425</u>	<u>7,425</u>	<u>3,527</u>	<u>3,898</u>
Total Expenditures	<u>7,425</u>	<u>7,425</u>	<u>3,527</u>	<u>3,898</u>
Excess (deficiency) of revenues over expenditures	<u>333,288</u>	<u>333,288</u>	<u>219,772</u>	<u>(113,516)</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers out	<u>(30,000)</u>	<u>(90,000)</u>	<u>(89,461)</u>	<u>539</u>
Total Other Financing Sources (Uses)	<u>(30,000)</u>	<u>(90,000)</u>	<u>(89,461)</u>	<u>539</u>
Net change in fund balance	<u>\$ 303,288</u>	<u>\$ 243,288</u>	<u>130,311</u>	<u>\$ (112,977)</u>
Fund balance - July 1, 2024			<u>2,250,217</u>	
Fund balance - June 30, 2025			<u>\$ 2,380,528</u>	

STATISTICAL SECTION

**TOWN OF TRUCKEE
DESCRIPTION OF STATISTICAL SECTION**

The information in this section is not covered by the Independent Auditor's Report, but is presented as supplemental data for the benefit of the readers of the annual comprehensive financial report. The objectives of the statistical section information are to provide financial statement users with additional historical perspective, context, and detail to assist in using the information in the financial statements, notes to the financial statements, and required supplementary information to understand and assess a government's economic condition.

Contents	Page
Financial Trends	
These schedules contain trend information to help the reader understand how the Town's financial performance and well-being have changed over time.	106 - 110
Revenue Capacity	
These schedules contain trend information to help the reader assess the Town's most significant local revenue source, the property tax.	111 - 115
Debt Capacity	
These schedules present information to help the reader assess the affordability of the Town's current levels of outstanding debt and the Town's ability to issue additional debt in the future.	116 - 117
Economic and Demographic Information	
These schedules offer economic and demographic indicators to help the reader understand the environment within which the Town's financial activities take place.	118 - 119
Operating Information	
These schedules contain service and infrastructure data to help the reader understand how the information in the Town's financial report relates to the services the Town provides and the activities it performs.	120 - 121

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

**TOWN OF TRUCKEE
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Governmental Activities										
Net investment in capital assets	\$ 218,086,229	\$ 211,105,993	\$ 211,494,188	\$ 183,694,327	\$ 178,887,436	\$ 176,450,067	\$ 165,043,525	\$ 152,234,960	\$ 149,571,493	\$ 132,941,891
Restricted	42,879,288	38,393,673	38,398,426	36,280,802	38,686,161	35,928,365	34,485,567	32,907,936	21,173,293	20,719,606
Unrestricted	77,776,026	79,302,021	55,663,969	65,635,889	46,095,677	41,578,316	44,933,824	43,204,578	48,245,938	47,572,441
Total governmental activities net position	<u>\$ 338,741,543</u>	<u>\$ 328,801,687</u>	<u>\$ 305,556,583</u>	<u>\$ 285,611,018</u>	<u>\$ 263,669,274</u>	<u>\$ 253,956,748</u>	<u>\$ 244,462,916</u>	<u>\$ 228,347,474</u>	<u>\$ 218,990,724</u>	<u>\$ 201,233,938</u>
Business-type Activities										
Net investment in capital assets	\$ 1,051,076	\$ 323,419	\$ 378,872	\$ 532,243	\$ 686,635	\$ 519,880	\$ 623,941	\$ 647,393	\$ 738,848	\$ 700,729
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	5,914,070	6,421,907	6,760,439	6,159,815	6,758,326	5,650,996	4,607,213	4,039,278	2,801,136	2,120,283
Total business-type activities net position	<u>\$ 6,965,146</u>	<u>\$ 6,745,326</u>	<u>\$ 7,139,311</u>	<u>\$ 6,692,058</u>	<u>\$ 7,444,961</u>	<u>\$ 6,170,876</u>	<u>\$ 5,231,154</u>	<u>\$ 4,686,671</u>	<u>\$ 3,539,984</u>	<u>\$ 2,821,012</u>
Primary Government										
Net investment in capital assets	\$ 219,137,305	\$ 211,429,412	\$ 211,873,060	\$ 184,226,570	\$ 179,574,071	\$ 176,969,947	\$ 165,667,466	\$ 152,882,353	\$ 150,310,341	\$ 133,642,620
Restricted	42,879,288	38,393,673	38,398,426	36,280,802	38,686,161	35,928,365	34,485,567	32,907,936	21,173,293	20,719,606
Unrestricted	83,690,096	85,723,928	62,424,408	71,795,704	52,854,003	47,229,312	49,541,037	47,243,856	51,047,074	49,692,724
Total primary government activities net position	<u>\$ 345,706,689</u>	<u>\$ 335,547,013</u>	<u>\$ 312,695,894</u>	<u>\$ 292,303,076</u>	<u>\$ 271,114,235</u>	<u>\$ 260,127,624</u>	<u>\$ 249,694,070</u>	<u>\$ 233,034,145</u>	<u>\$ 222,530,708</u>	<u>\$ 204,054,950</u>

**TOWN OF TRUCKEE
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Expenses										
Governmental Activities:										
General Government	\$ 16,329,512	\$ 12,816,784	\$ 11,455,506	\$ 9,078,779	\$ 8,168,742	\$ 8,787,484	\$ 6,237,715	\$ 5,417,395	\$ 4,975,164	\$ 4,979,126
Public Safety	14,631,323	13,199,090	8,956,144	6,172,003	8,135,739	8,084,783	7,399,669	7,396,552	5,665,387	5,987,258
Public Works	19,408,308	18,294,715	16,535,677	16,520,098	16,916,797	14,376,951	14,144,548	13,444,494	12,342,198	10,481,225
Community Development	1,899,281	1,737,821	1,642,702	2,636,918	1,291,870	1,135,132	1,117,180	976,230	848,210	1,352,297
Facilities	2,929,612	2,343,086	1,842,780	1,510,983	1,583,861	1,337,198	1,429,987	1,268,649	1,182,772	1,038,973
Debt Issuance Costs	-	-	-	-	1,000	188,298	-	183,814	-	91,568
Interest	304,048	327,986	350,421	371,476	392,409	501,891	551,509	517,411	430,256	499,446
Total Governmental Activities	55,502,084	48,719,482	40,783,230	36,290,257	36,490,418	34,411,737	30,880,608	29,204,545	25,443,987	24,429,893
Business-type Activities:										
Parking	\$ 818,879	\$ 722,927	\$ 483,011	\$ 499,999	\$ 532,643	\$ 523,586	\$ 569,128	\$ 557,586	\$ 531,927	\$ 495,924
Solid Waste	6,305,043	6,235,352	5,364,871	5,029,104	1,587,705	4,542,402	4,105,531	1,154,597	3,233,031	3,329,507
Building	2,037,854	2,075,738	1,794,815	1,845,860	4,900,729	1,446,694	1,413,428	3,283,408	1,163,792	1,143,798
Transit	2,045,012	1,849,911	1,773,086	1,667,818	1,539,593	1,452,367	1,202,541	1,430,327	1,029,163	979,387
Total Business-type Activities	11,206,788	10,883,928	9,415,783	9,042,781	8,560,670	7,965,049	7,290,628	6,425,918	5,957,913	5,948,616
Total Program Expenses	\$ 66,708,872	\$ 59,603,410	\$ 50,199,013	\$ 45,333,038	\$ 45,051,088	\$ 42,376,786	\$ 38,171,236	\$ 35,630,463	\$ 31,401,900	\$ 30,378,509
Program Revenues										
Governmental Activities:										
Charges for Services										
General Government	\$ 1,577,070	\$ 1,441,470	\$ 1,211,860	\$ 1,239,796	\$ 890,871	\$ 495,283	\$ 586,656	\$ 474,962	\$ 1,343,632	\$ 294,954
Public Safety	237,597	293,916	241,795	172,949	252,069	251,332	329,773	469,477	397,806	464,665
Public Works	2,656,029	3,315,710	3,755,888	3,965,527	3,445,817	5,194,987	4,275,906	2,776,707	2,764,061	2,657,560
Community Development	279,690	298,229	239,521	199,122	244,373	243,305	213,894	263,166	266,342	221,552
Operating Grants and Contributions	6,277,908	2,662,227	5,425,857	6,686,504	3,783,461	2,753,015	2,507,012	3,273,215	2,235,459	2,689,496
Capital Grants and Contributions	1,813,760	13,534,353	6,378,056	5,494,990	2,624,048	2,889,027	3,098,820	2,077,820	3,061,374	9,139,433
Total Governmental Activities	12,842,054	21,545,905	17,252,977	17,758,888	11,240,639	11,826,949	11,012,061	9,335,347	10,068,674	15,467,660
Business-type Activities:										
Charges for Services										
Parking	\$ 834,369	\$ 682,779	\$ 644,228	\$ 789,727	\$ 814,428	\$ 799,608	\$ 913,436	\$ 921,623	\$ 806,197	\$ 730,518
Transit	344,422	242,257	5,455,966	177,665	238,283	71,237	4,176,813	3,523,045	3,415,447	3,280,157
Solid Waste	6,365,879	6,023,666	1,996,865	5,089,736	4,986,176	4,582,673	1,875,457	1,877,151	1,535,230	1,539,441
Building	1,897,266	1,930,614	98,860	2,487,599	2,353,974	2,009,394	91,969	116,030	111,044	114,269
Operating Grants and Contributions	3,593,090	1,552,095	2,252,258	1,316,812	1,379,242	1,281,207	1,014,964	1,052,422	894,966	967,050
Capital Grants and Contributions	51,006	750,000	279,000	-	-	26,597	-	9,724	113,128	159,340
Total Business-type Activities	\$ 13,086,032	\$ 11,181,411	\$ 10,727,177	\$ 9,861,539	\$ 9,772,103	\$ 8,770,716	\$ 8,072,639	\$ 7,499,995	\$ 6,876,012	\$ 6,790,775
Total Program Revenues	\$ 25,928,086	\$ 32,727,316	\$ 27,980,154	\$ 27,620,427	\$ 21,012,742	\$ 20,597,665	\$ 19,084,700	\$ 16,835,342	\$ 16,944,686	\$ 22,258,435
Net (Expense)/Revenue										
Governmental Activities	\$ (42,660,030)	\$ (27,173,577)	\$ (23,530,253)	\$ (18,531,369)	\$ (25,249,779)	\$ (22,584,788)	\$ (19,868,547)	\$ (19,869,198)	\$ (15,375,313)	\$ (8,962,233)
Business-type Activities	1,879,244	297,483	1,311,394	818,758	1,211,433	805,667	782,011	1,074,077	918,099	842,159
Total Net (Expense)/Revenue	\$ (40,780,786)	\$ (26,876,094)	\$ (22,218,859)	\$ (17,712,611)	\$ (24,038,346)	\$ (21,779,121)	\$ (19,086,536)	\$ (18,795,121)	\$ (14,457,214)	\$ (8,120,074)

TOWN OF TRUCKEE
CHANGES IN NET POSITION (CONTINUED)
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
General Revenues										
Governmental Activities:										
Property Taxes	\$ 17,489,201	\$ 16,634,864	\$ 15,782,871	\$ 14,109,031	\$ 13,089,533	\$ 12,346,242	\$ 11,758,850	\$ 11,077,985	\$ 10,545,888	\$ 10,764,462
Sales Taxes	14,207,024	12,382,002	12,152,718	12,128,296	11,485,138	9,096,828	8,477,710	8,291,007	7,449,475	6,392,339
Transient Occupancy Taxes	7,605,288	7,264,926	8,149,794	8,149,754	5,463,657	3,988,560	4,264,925	3,399,229	3,414,610	2,820,319
Property transfer taxes	410,511	401,731	342,337	537,555	591,441	297,422	306,968	305,873	267,385	235,007
Franchise Taxes	1,616,723	1,831,972	1,581,578	1,437,561	1,357,099	1,354,809	1,228,650	1,192,065	1,136,580	1,044,799
Grants and cont - unrestricted	2,629,652	2,467,464	2,271,609	2,082,868	1,948,039	1,853,127	1,764,085	1,642,396	1,552,710	1,479,859
Interest and investment earnings	5,593,399	5,254,361	1,764,227	(1,343,365)	527,874	2,971,351	2,482,727	1,072,770	700,842	951,368
Contributed Capital	-	-	-	-	-	-	5,128,464	1,653,967	-	-
Miscellaneous	913,073	3,163,058	426,678	1,954,962	516,959	222,893	442,958	1,041,929	374,948	414,752
Transfers	1,955,174	1,018,303	995,300	1,469,155	(17,432)	10,089	128,652	(74,702)	161,918	(17,289)
Total General Revenues, Special Items, and Transfers	\$ 52,420,045	\$ 50,418,681	\$ 43,467,112	\$ 40,525,817	\$ 34,962,308	\$ 32,141,321	\$ 35,983,989	\$ 29,602,519	\$ 25,604,356	\$ 24,085,616
Business-Type Activities:										
Interest and investment earnings	\$ 318,057	\$ 312,179	\$ 97,247	\$ (106,448)	\$ 30,910	\$ 134,266	\$ 120,420	\$ 33,550	\$ 17,416	\$ 16,925
Miscellaneous	13,327	14,656	33,912	3,942	14,310	9,878	12,083	8,519	8,551	7,464
Transfers	(1,955,174)	(1,018,303)	(995,300)	(1,469,155)	17,432	(10,089)	(128,653)	74,702	(161,918)	17,289
Total Business-Type Activities	(1,623,790)	(691,468)	(864,141)	(1,571,661)	62,652	134,055	3,850	116,771	(135,951)	41,678
Total Primary Government	\$ 50,796,255	\$ 49,727,213	\$ 42,602,971	\$ 38,954,156	\$ 35,024,960	\$ 32,275,376	\$ 35,987,839	\$ 29,719,290	\$ 25,468,405	\$ 24,127,294
Change in Net Assets										
Governmental Activities	\$ 9,760,015	\$ 23,245,104	\$ 19,936,859	\$ 21,994,449	\$ 9,712,529	\$ 9,556,533	\$ 16,115,442	\$ 9,733,321	\$ 10,229,043	\$ 15,123,383
Business-Type Activities	255,454	(393,985)	447,253	(752,903)	1,274,085	939,722	785,861	1,190,848	782,148	883,837
Total Change in Net Assets	\$ 10,015,469	\$ 22,851,119	\$ 20,384,112	\$ 21,241,546	\$ 10,986,614	\$ 10,496,255	\$ 16,901,303	\$ 10,924,169	\$ 11,011,191	\$ 16,007,220

TOWN OF TRUCKEE
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
General Fund:										
Nonspendable	\$ 672,482	\$ 324,125	\$ 476,499	\$ 568,316	\$ 541,004	\$ 1,075,567	\$ 403,015	\$ 421,079	\$ 376,446	\$ 474,800
Restricted	231,390	231,390	231,390	231,390	231,390	225,000	105,000	105,000	105,000	105,000
Assigned	28,492,057	27,477,871	31,857,905	30,931,945	25,417,083	19,951,309	18,868,761	19,248,909	17,304,888	19,257,564
Unassigned	36,591,887	37,830,843	29,732,088	22,141,627	15,314,069	15,492,846	17,645,651	14,561,128	12,600,668	12,142,620
Total General Fund	<u>\$ 65,987,816</u>	<u>\$ 65,864,229</u>	<u>\$ 62,297,882</u>	<u>\$ 53,873,278</u>	<u>\$ 41,503,546</u>	<u>\$ 36,744,722</u>	<u>\$ 37,022,427</u>	<u>\$ 34,336,116</u>	<u>\$ 30,387,002</u>	<u>\$ 31,979,984</u>
All Other Governmental Funds:										
Nonspendable	\$ 1,400	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	42,647,898	12,046,017	33,826,016	35,034,244	34,282,509	30,356,639	28,530,302	27,762,651	21,789,400	20,982,571
Assigned	5,662,588	-	5,852,239	5,635,097	4,626,633	5,387,689	5,892,228	5,167,217	6,400,578	5,855,935
Unrestricted	(688,157)	(700,692)	(5,827,930)	(4,665,333)	-	-	-	-	(721,109)	(231,519)
Total Other Governmental Funds	<u>\$ 47,623,729</u>	<u>\$ 11,345,325</u>	<u>\$ 33,850,325</u>	<u>\$ 36,004,008</u>	<u>\$ 38,909,142</u>	<u>\$ 35,744,328</u>	<u>\$ 34,422,530</u>	<u>\$ 32,929,868</u>	<u>\$ 27,468,869</u>	<u>\$ 26,606,987</u>

TOWN OF TRUCKEE
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
REVENUES										
Taxes and assessments	\$ 45,740,298	\$ 43,046,276	\$ 41,722,016	\$ 39,803,555	\$ 35,381,795	\$ 30,699,669	\$ 29,260,008	\$ 27,217,171	\$ 25,516,747	\$ 23,475,607
Licenses and permits	800,768	751,847	722,367	716,535	558,435	263,681	233,771	274,295	277,997	244,501
Fines and forfeitures	269,545	299,029	92,996	55,169	143,311	128,511	157,670	291,166	227,804	322,734
Use of money and property	5,250,859	4,913,046	1,392,986	(1,646,540)	212,342	2,491,452	2,018,838	616,177	252,186	507,197
Intergovernmental revenues	7,727,202	8,883,128	10,530,486	7,615,199	4,698,750	5,302,311	3,748,676	5,882,725	4,261,168	12,502,059
Charges for services	2,565,034	3,234,762	3,522,958	3,720,528	3,177,675	4,703,864	4,127,983	2,587,361	3,382,184	2,289,399
Other revenues	1,257,060	10,664,416	2,238,341	2,101,209	1,183,696	1,933,089	1,822,693	1,518,414	633,532	1,696,714
Total General Fund	<u>\$ 63,610,766</u>	<u>\$ 71,792,504</u>	<u>\$ 60,222,150</u>	<u>\$ 52,365,655</u>	<u>\$ 45,356,004</u>	<u>\$ 45,522,577</u>	<u>\$ 41,369,639</u>	<u>\$ 38,387,309</u>	<u>\$ 34,551,618</u>	<u>\$ 41,038,211</u>
EXPENDITURES										
Current:										
General Government	\$ 15,230,268	\$ 12,536,103	\$ 11,316,455	\$ 8,536,402	\$ 7,561,106	\$ 7,925,226	\$ 5,554,615	\$ 4,838,178	\$ 4,559,548	\$ 4,536,009
Public Safety	10,772,955	11,748,629	7,673,186	7,149,799	6,911,897	6,761,499	6,339,482	6,272,427	5,827,669	5,849,015
Public Works	11,819,972	9,078,623	8,943,642	8,663,880	7,903,009	6,903,549	7,447,709	6,964,386	7,573,538	6,436,288
Community Development	1,692,187	1,654,045	1,652,534	2,691,041	1,219,985	1,154,691	1,110,551	963,511	1,249,339	1,427,706
Facilities	2,811,553	2,246,265	1,844,793	1,513,649	1,569,851	1,299,140	1,409,768	1,235,254	1,183,377	1,030,033
Debt Service:										
Debt Service	-	-	-	-	1,000	188,298	-	183,814	-	91,568
Principal	1,093,934	621,000	600,000	578,000	560,000	4,323,000	379,000	436,000	362,000	4,855,000
Interest	304,048	327,985	350,421	371,476	392,410	501,891	551,508	517,411	430,256	499,446
Capital Outlay	17,559,206	22,177,721	22,574,206	14,865,966	10,756,969	20,637,230	14,526,685	11,990,173	14,258,909	12,654,174
Total Expenditures	<u>\$ 61,284,123</u>	<u>\$ 60,390,371</u>	<u>\$ 54,955,237</u>	<u>\$ 44,370,213</u>	<u>\$ 36,876,227</u>	<u>\$ 49,694,524</u>	<u>\$ 37,319,318</u>	<u>\$ 33,401,154</u>	<u>\$ 35,444,636</u>	<u>\$ 37,379,239</u>
Excess (Deficiency) of Revenues over Expenditures										
	<u>\$ 2,326,643</u>	<u>\$ 11,402,133</u>	<u>\$ 5,266,913</u>	<u>\$ 7,995,442</u>	<u>\$ 8,479,777</u>	<u>\$ (4,171,947)</u>	<u>\$ 4,050,321</u>	<u>\$ 4,986,155</u>	<u>\$ (893,018)</u>	<u>\$ 3,658,972</u>
OTHER FINANCING SOURCES (USES)										
Issuance of debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,205,951	\$ -	\$ 4,498,662	\$ -	\$ -
Inception of SBITA	684,904	-	-	-	-	-	-	-	-	-
Transfers in	25,248,952	21,741,580	22,076,893	15,794,265	12,925,009	34,805,125	17,051,173	17,292,413	16,583,007	6,889,920
Transfers out	(23,293,778)	(20,723,277)	(21,081,593)	(14,325,110)	(12,942,441)	(34,795,036)	(16,922,521)	(17,367,117)	(16,421,089)	(6,907,209)
Total Other financing sources (uses):	<u>\$ 2,640,078</u>	<u>\$ 1,018,303</u>	<u>\$ 995,300</u>	<u>\$ 1,469,155</u>	<u>\$ (17,432)</u>	<u>\$ 5,216,040</u>	<u>\$ 128,652</u>	<u>\$ 4,423,958</u>	<u>\$ 161,918</u>	<u>\$ (17,289)</u>
Net change in fund balances before special items										
	4,966,721	12,420,436	6,262,213	9,464,597	8,462,345	1,044,093	4,178,973	9,410,113	(731,100)	3,641,683
Extraordinary Item										
	-	-	-	-	(538,708)	-	-	-	-	-
Net Change in Fund Balance	<u>\$ 4,966,721</u>	<u>\$ 12,420,436</u>	<u>\$ 6,262,213</u>	<u>\$ 9,464,597</u>	<u>\$ 7,923,637</u>	<u>\$ 1,044,093</u>	<u>\$ 4,178,973</u>	<u>\$ 9,410,113</u>	<u>\$ (731,100)</u>	<u>\$ 3,641,683</u>
Debt service as a percentage of noncapital expenditures										
	3.20%	2.48%	2.94%	3.22%	3.65%	17.25%	4.08%	5.31%	3.74%	22.03%

TOWN OF TRUCKEE
ASSESSED VALUE AND ESTIMATED VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

Fiscal Year End	Residential Property	Commercial Property	Industrial Property (3)	Other Property*	Unsecured Property (3)	Less Exemptions	Taxable Assessed Value	Total Direct Tax Rate (1) (3)	Estimated Actual Taxable Value (2)	Factor of Taxable Assessed Value (3)
2016	5,219,949,401	360,730,093		87,977,181		90,335,847	5,578,320,828		5,578,320,828	
2017	5,479,041,917	375,095,503		80,191,915		83,324,884	5,851,004,451		5,851,004,451	
2018	5,814,215,053	386,753,109		80,571,933		83,815,641	6,197,724,454		6,197,724,454	
2019	6,012,126,106	182,344,860	22,327,787	517,926,665	84,569,122	90,661,952	6,728,632,588	0.197643	7,777,639,866	1.155902
2020	6,288,259,769	240,790,465	27,948,530	466,855,325	90,459,992	62,741,980	7,051,572,101	0.197643	8,630,775,904	1.223951
2021	6,655,993,220	277,888,868	41,455,156	449,662,686	89,940,357	94,506,927	7,420,433,360	0.197643	9,569,696,173	1.289641
2022	7,083,473,855	313,818,298	47,807,882	505,378,147	89,062,257	126,654,901	7,912,885,538	0.197643	13,217,084,641	1.670324
2023	7,815,447,847	326,801,078	52,526,925	515,245,210	104,137,159	171,964,986	8,642,193,233	0.197643	14,808,866,000	1.713554
2024	8,408,525,523	347,829,328	54,082,202	591,489,395	123,163,544	142,532,735	9,382,557,257	0.197643	14,601,274,747	1.556215
2025	8,942,233,740	371,796,010	55,351,863	630,975,605	120,711,225	137,401,728	9,983,666,715	0.197643	15,631,928,655	1.565750

Source: Nevada County Assessor data, MuniServices, LLC / Neumo

Source: 2024 and Prior Years: Prior published ACFR

Data Unavailable

Table has been reformatted to comply with GASB No. 44 and include estimated actual value

Prior Year values are net of all exemptions

*Other Property includes State Unitary tax \$2606,835

(1) Total direct tax rate is the city share of the 1% Proposition 13 tax only for TRA 3-001

Tax rate is not adjusted for ERAF

(2) Estimated Actual Value is derived from a series of calculations comparing median assessed values from 1940 to current median sale prices

Based on these calculations a multiplier value was extrapolated and applied to current assessed values

(3) 2019 was the first year presented. Prior year data was not available.

TOWN OF TRUCKEE
ASSESSED VALUE OF PROPERTY BY USE CODE, TOWN-WIDE
FISCAL YEAR ENDED JUNE 30,

Category	2025	2024	2023	2022	2021	2020	2019
Residential	\$ 8,942,233,740	\$ 8,408,525,523	\$ 7,815,447,847	\$ 7,083,473,855	\$ 6,655,993,220	\$ 6,288,259,769	\$ 6,012,126,106
Commercial	454,872,441	423,109,792	377,994,148	368,346,144	317,643,797	335,672,209	290,038,760
Professional	371,796,010	347,829,328	326,801,078	313,818,298	277,888,868	240,790,465	182,344,860
Industrial	114,926,859	110,367,924	100,451,565	100,177,350	95,403,820	90,544,258	88,171,717
Institution	55,351,863	54,082,202	52,526,925	47,807,882	41,455,156	27,948,530	22,327,787
Rural	51,178,089	48,138,864	27,239,025	25,654,928	25,489,656	25,873,155	63,855,166
Miscellaneous	7,140,651	7,020,164	6,836,989	8,480,964	8,409,072	5,643,700	-
Vacant	250,730	245,816	240,998	236,276	233,856	379,712	-
Unknown	-	-	-	-	-	6,259,806	73,494,622
Gross Secured Value	9,997,750,383	9,399,319,613	8,707,538,575	7,947,995,697	7,422,517,445	7,021,371,604	6,732,359,018
State Unitary	2,606,835	2,606,835	2,482,485	2,482,485	2,482,485	2,482,485	2,366,400
Unsecured Value	120,711,225	123,163,544	104,137,159	89,062,257	89,940,357	90,459,992	84,569,122
Less Exemptions	(137,401,728)	(142,532,735)	(171,964,986)	(126,654,901)	(94,506,927)	(62,741,980)	(90,661,952)
Net Taxable Value	\$ 9,983,666,715	\$ 9,382,557,257	\$ 8,642,193,233	\$ 7,912,885,538	\$ 7,420,433,360	\$ 7,051,572,101	\$ 6,728,632,588

Source: Nevada County Assessor Data, MuniServices, LLC / Neumo

TOWN OF TRUCKEE
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS

	Fiscal Year									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Direct Rates:										
Town of Truckee*	0.197643	0.197643	0.197643	0.197643	0.197643	0.197643	0.197643	0.197643	0.197643	0.197643
County of Nevada	0.802357	0.802357	0.802357	0.802357	0.802357	0.802357	0.802357	0.802357	0.802357	0.802357
Total Direct Rate	1.000000									
Overlapping Rates										
Tahoe Forest Hospital 2007	0.0156	0.0300	0.0307	0.0307	0.0187	0.0214	0.0209	0.0198	0.0234	0.0267
TTJUSD Series A 1998 Refunding 2010	0.0000	0.0049	0.0060	0.0060	0.0000	0.0000	0.0000	0.0000	0.0043	0.0044
TTJUSD Series A 1993	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
TTJUSD Series B 1993	0.0000	0.0017	0.0019	0.0019	0.0000	0.0000	0.0000	0.0013	0.0015	0.0015
TTJUSD 1993 Refunding 2004	0.0000	0.0000	0.0000	0.0000	0.0000	0.0062	0.0059	0.0000	0.0000	0.0000
TTJUSD SFID #1 1999	0.0000	0.0337	0.0381	0.0381	0.0075	0.0277	0.0281	0.0300	0.0302	0.0300
TTJUSD SFID #1 2014	0.0299	0.0000	0.0000	0.0000	0.0427	0.0435	0.0267	0.0364	0.0440	0.0338
Sierra College SFID #1 2004	0.0099	0.0093	0.0117	0.0117	0.0122	0.0123	0.0125	0.0117	0.0123	0.0095
Total Overlapping Rate	0.0554	0.0796	0.0884	0.0884	0.0811	0.1111	0.0941	0.0992	0.1157	0.1059
Total Direct and Overlapping Rate	1.0554	1.0796	1.0884	1.0884	1.0811	1.1111	1.0941	1.0992	1.1157	1.1059

Source: Nevada County Assessor Data, MuniServices, LLC / Neumo

*Town direct rate is not adjusted for ERAF, Tax Rate Area Code 3-001 is represented.

TOWN OF TRUCKEE
TOP 25 PROPERTY TAX PAYERS
LAST FOUR FISCAL YEARS AND NINE YEARS AGO

Taxpayer	2025		2016*		2024		2023		2022	
	Taxable Value	Percent of Total City								
Hidden Lake Properties Inc	\$ 37,158,797	0.37%	\$ 18,765,921	0.34%	\$ 34,506,403	0.37%	26,777,104	0.31%	27,289,494	0.34%
Coburn Crossing Apartments LLC	35,092,379	0.35%		0.00%	34,371,314	0.37%	\$ 33,743,813	0.39%	\$ 39,167,167	0.49%
Gateway at Donner Pass LP	31,619,629	0.32%	13,800,000	0.25%	30,999,645	0.33%	30,391,815	0.35%	35,252,269	0.45%
Try Trout & Industrial LLC	30,080,000	0.30%		0.00%	6,580,000	0.07%				
10640 Jibboom Truckee Holdings LLC	28,811,780	0.29%		0.00%	28,912,030	0.31%	30,021,929	0.35%		
Truckee Meadows Water Authority	27,247,611	0.27%		0.00%	26,711,784	0.28%	26,191,197	0.30%	25,678,274	0.32%
Truckee Hotel LLC	25,630,000	0.26%								
J Mar I Borrower LLC	25,511,507	0.26%		0.00%	24,599,519	0.26%	23,009,920	0.27%	23,009,924	0.29%
VC Truckee LLC	20,762,909	0.21%								
267 Partners	15,497,765	0.16%	10,668,853	0.19%	13,661,447	0.15%	13,478,058	0.16%	13,303,513	0.17%
Schirell Truckee LLC	14,059,964	0.14%		0.00%	13,784,280	0.15%	13,514,000	0.16%	12,669,914	0.16%
Gravity Haus Tahoe LLC	13,764,492	0.14%								
Suddenlink Communications	11,529,592	0.12%		0.00%	9,889,622	0.11%	8,631,870	0.10%		
Truckee-Tahoe Lumber Company	11,256,766	0.11%		0.00%	11,058,895	0.12%	9,721,603	0.11%	9,530,984	0.12%
Truckee Riverview Housing Assoc	11,246,045	0.11%		0.00%	11,025,553	0.12%	10,809,410	0.13%		
Truckee Donner I LLC Etal	10,913,662	0.11%	6,518,000	0.12%	10,913,090	0.12%	10,910,850	0.13%	10,907,120	0.14%
Tahoe Donner Prop Owners Assoc	10,029,525	0.10%		0.00%	12,418,803	0.13%	10,422,478	0.12%	9,997,100	0.13%
Longs Drug Stores California Inc	9,237,832	0.09%	7,496,979	0.13%	9,348,962	0.10%	9,165,217	0.11%	9,049,890	0.11%
Joerger Associates LLC	9,228,868	0.09%	9,213,335	0.17%	9,047,912	0.10%	8,870,505	0.10%	8,696,577	0.11%
Tahoe Club Company LLC	8,475,850	0.08%	6,407,406	0.11%	8,069,159	0.09%	9,858,830	0.11%	9,828,416	0.12%
JB Northwood LLC	8,200,134	0.08%		0.00%	8,039,348	0.09%				
Vista Truckee Tahoe LLC	8,033,856	0.08%	7,304,068	0.13%	7,888,400	0.08%	7,732,989	0.09%	7,522,754	0.10%
American Petroleum LLC	7,486,285	0.07%		0.00%	7,329,989	0.08%	7,172,429	0.08%	6,992,695	0.09%
P & M Marciano Capital LLC	7,421,374	0.07%	6,282,983	0.11%	7,275,858	0.08%	7,125,052	0.08%	6,983,471	0.09%
Clearwater Land Co	7,358,791	0.07%	6,245,358	0.11%	7,214,503	0.08%	7,073,044	0.08%	6,934,358	0.09%
Martis Creek LP			12,615,000	0.23%	16,782,972	0.18%	16,453,895	0.19%	16,131,271	0.20%
Teichert Land Co			8,001,313	0.14%						
Safeway Inc			7,302,507	0.13%						
Truckee Development Associates LLC			6,720,759	0.12%					6,638,210	0.08%
Gateway East of Truckee LLC			6,463,815	0.12%			7,292,401	0.08%	7,149,423	0.09%
NLT Old Greendwood Aquisn LLC Etal			5,861,269	0.11%						
Coyote Moon LLC			5,000,000	0.09%						
TB Triple T Ventures LLC			4,700,000	0.08%					6,118,700	0.08%
Sierra Meadow LP			4,472,272	0.08%						
Truckee Crossroads SC LP			4,422,000	0.08%			6,303,600	0.07%	6,303,600	0.08%
JHS Properties LP			4,346,332	0.08%						
Three Rs Llc			4,335,000	0.08%						
B & G Group Inc			4,185,002	0.08%						
McManus John R Trste			4,136,562	0.07%						
Syufy Raymond W Trste			3,955,000	0.07%						
Total Top 25 Taxpayers	\$ 425,655,413	4.26%	\$ 179,219,734	3.21%	\$ 379,193,775	4.04%	\$ 361,190,600	4.18%	\$ 358,380,115	4.53%
Total Taxable Value	\$ 9,983,666,715		\$ 5,578,320,828		\$ 9,382,557,257		\$ 8,642,193,233		\$ 7,912,885,538	

Source: Nevada County Assessor data, MuniServices, LLC / Neumo

* Secured data only. Unsecured data not available.

**TOWN OF TRUCKEE
PRINCIPAL SALES TAX PRODUCERS
LAST FISCAL YEAR AND NINE YEARS AGO**

2025		2016	
Taxpayer	Business Type	Taxpayer	Business Type
Bar Of America	Restaurants	Bar Of America	Restaurants
Chevron Service Stations	Service Stations	Beacon Service Stations	Service Stations
CVS/Pharmacy	Drug Stores	CVS/Pharmacy	Drug Stores
Edges Electrical Group	Electronic Equipment	Chevron Service Stations	Service Stations
Fast Lane Gas	Service Stations	Edges Electrical Group	Electronic Equipment
Ferguson Enterprises	Bldg.Matls-Whsle	Fast Lane Gas	Service Stations
Fifty Fifty Brewing Co.	Restaurants	Ferguson Enterprises	Bldg.Matls-Whsle
J & L Food Mart	Service Stations	Fifty Fifty Brewing Co.	Restaurants
Marsh Ventures	Bldg.Matls-Whsle	Flyers Energy	Service Stations
Moody's Bistro Bar & Beats	Restaurants	J & L Food Mart	Service Stations
Mountain Hardware And Sports	Bldg.Matls-Retail	Marsh Ventures	Bldg.Matls-Whsle
Mountain Home Center	Furniture/Appliance	Moody's Bistro Bar & Beats	Restaurants
O'Reilly Auto Parts	Auto Parts/Repair	Mountain Hardware And Sports	Bldg.Matls-Retail
Outdoor Living Supply	Miscellaneous Retail	Mountain Home Center	Furniture/Appliance
Raleys	Food Markets	Rite Aid Drug Stores	Drug Stores
Safeway Stores	Food Markets	Safeway Stores	Food Markets
Sierra Mountain Pipe And Supply	Bldg.Matls-Whsle	Save Mart Supermarkets	Food Markets
Tahoe Donner Association	Restaurants	Tahoe Donner Association	Restaurants
Teichert	Bldg.Matls-Whsle	Teichert	Bldg.Matls-Whsle
The Sports Exchange	Recreation Products	The Pavilion	Miscellaneous Retail
TNT Materials	Bldg.Matls-Whsle	Union 76 Gas Stations	Service Stations
Truckee Paint Mart	Bldg.Matls-Retail	Shell Service Stations	Service Stations
Shell Service Stations	Service Stations	Truckee Tahoe Lumber Company	Bldg.Matls-Whsle
Truckee Tahoe Lumber Company	Bldg.Matls-Whsle	Truckee Tahoe Lumber Co.	Bldg.Matls-Whsle
Western Nevada Supply Co.	Bldg.Matls-Retail	Western Nevada Supply Co.	Bldg.Matls-Retail

Source: MuniServices, LLC / Neumo

TOWN OF TRUCKEE
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year End	Lease Revenue Bonds	Subscription SBITA	Total Outstanding Debt	Percentage of Personal Income ¹	Population ¹	Debt per Capita
	Governmental Activities:					
2016	\$ 8,965,000	\$ -	\$ 8,965,000	1.30%	16,231	\$ 552
2017	8,603,000	-	8,603,000	1.20%	16,277	529
2018	12,432,000	-	12,432,000	1.67%	16,309	762
2019	12,053,000	-	12,053,000	1.58%	16,434	733
2020	12,650,000	-	12,650,000	1.63%	16,735	756
2021	12,090,000	-	12,090,000	1.44%	16,213	746
2022	11,512,000	-	11,512,000	1.37%	16,213	710
2023	10,912,000	644,612	11,556,612	1.06%	16,676	693
2024	10,291,000	462,421	10,753,421	0.88%	16,778	641
2025	9,649,000	695,391	10,344,391	0.77%	16,928	611

¹ Personal income and population are disclosed as part of the *Demographic and Economic Statistics*

**TOWN OF TRUCKEE
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2024**

Fiscal Year 2024-25 Assessed Value: \$ 10,006,712,297

Governmental Unit:	Debt Outstanding at 6/30/2025	Estimated Percentage Applicable¹	Town's Share of Debt at 6/30/2025
Overlapping Tax and Assessment Debt			
Sierra Joint Community College District School Facilities Improvement District No. 1	\$ 16,075,973	31.230%	\$ 5,020,526
Tahoe-Truckee Joint Unified School District School Facilities Improvement District No. 1	82,436,340	50.867%	41,932,893
Tahoe Forest Hospital District	86,830,000	31.203%	27,093,565
Capital Finance Authority Community Facilities District No. 2019-2	2,545,000	100.000%	2,545,000
Truckee-Donner Public Utilities District Community Facilities District	30,377,300	100.000%	30,377,300
TOTAL OVERLAPPING TAX AND ASSESSMENT DEBT			\$ 106,969,284
Direct and Overlapping General Fund Debt			
Nevada County General Fund Obligations	\$ 22,770,031	36.956%	\$ 8,414,893
Nevada County Board of Education General Fund Obligations	532,953	36.956%	196,958
Tahoe-Truckee Joint Unified School District Certificates of Participation	35,205,000	29.786%	10,486,161
Town of Truckee General Fund Obligations	9,649,000	100.000%	9,649,000
Tahoe Forest Hospital District General Fund Obligations	5,755,053	31.203%	1,795,749
Truckee Donner Recreation and Park District Certificates of Participation	15,196,547	94.197%	14,314,691
TOTAL DIRECT AND OVERLAPPING GENERAL FUND DEBT			\$ 44,857,454
Overlapping Tax Increment Debt (Successor Agency)	\$ 8,285,000	100%	\$ 8,285,000
TOTAL DIRECT DEBT			9,649,000
TOTAL OVERLAPPING DEBT			150,462,738
COMBINED TOTAL DEBT			\$ 160,111,738 ²

Ratios to Fiscal Year 2020 Assessed Valuation:

Total Overlapping Tax and Assessment Debt	1.07%
Total Direct Debt (\$9,649,000)	0.10%
Combined Total Debt	1.60%

Ratios to Redevelopment Incremental Valuation (\$507,325,606):

Total Overlapping Tax and Assessment Debt	1.63%
---	-------

Source: California Municipal Statistics.

¹ The percentage of overlapping debt applicable to the Town is estimated using taxable assessed property value. Applicable percentages were estimated by determining the portion of the overlapping district's assessed value that is within the boundaries of the Town divided by the district's total taxable assessed value.

² Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and non-bonded capital lease obligation.

**TOWN OF TRUCKEE
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

Calendar Year	Population (1)	City Unemployment Rate (3)	Personal Income (In Thousands)	Per Capita Personal Income (2)	Median Age (4)	% Of Pop 25+ with High School Diploma or Higher (5)	% of Pop 25+ with Bachelor's Degree or Higher (5)
2016	16,231	4.8%	688,827,409	42,439	38.1	90.7%	44.4%
2017	16,277	4.1%	714,527,746	43,898	38.1	91.8%	43.0%
2018	16,309	2.9%	745,419,154	45,706	37.6	91.1%	43.0%
2019	16,434	2.2%	760,565,520	46,280	40.5	90.8%	44.5%
2020	16,735	10.0%	774,746,825	46,295	38.9	91.9%	48.9%
2021	16,213	2.1%	842,346,415	51,955	40.2	94.6%	51.9%
2022	17,100	1.7%	958,965,093	56,080	41.9	95.4%	55.7%
2023	16,676	3.9%	1,090,804,842	65,412	41.9	94.6%	58.5%
2024	16,778	3.7%	1,227,830,818	73,181	41.9	93.3%	57.8%
2025	16,928	5.3%	1,335,665,752	78,903	42.3	94.6%	59.2%

Source: MuniServices, LLC / Neumo

Source: FY2024 and Prior Years - Town's ACFR Publication

- 1.) Population Projections are provided by the California Department of Finance Projections.
- 2.) Income Data is provided by the United States Census Data and is adjusted for inflation.
- 3.) Unemployment and Total Employment Data are provided by the EDD's Bureau of Labor Statistics Department.
- 4.) Median Age reflects the U.S. Census data estimation table.
- 5.) % of population with HS diploma and bachelors degree reflects the US Census Bureau data.

**TOWN OF TRUCKEE
PRINCIPAL EMPLOYERS
CURRENT FISCAL YEAR**

Business Name	2025	
	Number of Employees	Percent of Total Employment (%)
Tahoe Forest Hospital	865	9.00%
Tahoe Truckee Unified School District*	632	6.58%
Town of Truckee	159	1.65%
Safeway*	117	1.22%
Mountain Hardware and Sports	97	1.01%
Tahoe Donner Association	96	1.00%
Truckee Donner Public Utility District	76	0.79%
Truckee Fire Protection District*	70	0.73%
Truckee-Donner Recreation & Park District	56	0.58%
Save Mart*	35	0.36%
Northstar Lodge		
Mark Tanner Construction		
Bar of America		
Total Top 10 Employers	2,203	22.92%
 Total City Labor Force (1)	 9,610	

Source: MuniServices, LLC / Neumo

2019 Source: Direct correspondence with Town's local businesses.

2019 was the first year data was collected, therefore 2019 and 2025 are shown.

* Includes full & part-time employees

Notes: Results based on direct correspondence with Town's local businesses.

(1) Total Town Labor Force provided by EDD Labor Force Data.

TOWN OF TRUCKEE
FULL-TIME EQUIVALENT EMPLOYEES BY FUNTION
LAST TEN FISCAL YEARS

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Admin Services	9.76	9.76	8.83	8.73	8.43	7.69	7.49	9.28	8.53	9.35
Animal Services	5.73	5.73	5.73	5.66	5.66	5.66	5.61	5.25	4.86	4.17
Brickelltown						0.32	0.32	0.52	0.48	
Building	8.81	8.81	10.56	8.36	8.61	8.51	9.49	8.44	8.12	7.77
Code Compliance	1.56	1.56	1.56	1.1	1.1	1.1	1.1	1.1	1.1	1.1
Economic Development	1.4	1.4	1.15	0.7	0.99	1.99	1.3	1.4	0.95	0.95
Engineering	10.21	10.21	10.17	7.69	7.9	8.45	8.16	7.7	8.18	7.83
Facilities	8.9	8.9	9.42	6.3	6.24	5.77	5.65	5.29	5.19	3.8
Fleet Maintenance	6.5	6.5	6.5	6.38	6.35	6.47	6.47	6.18	5.18	5.18
Housing	2.3	2.3	2.15	1	1					
Inclusion and Community Er	3.16	3.16	2.1							
Information Technology	4.68	4.68	4.2	4.2	4.2	4.44	3.44			
Parking	4.55	4.55	3.2	2.2	2.05	2.2	2.01	2.05	1.58	1.75
Planning	9.05	9.05	9.05	10.58	8.58	7.82	8.32	7.45	7.99	6.65
Police	36.65	36.65	35.32	36.95	32.43	32.28	31.87	32.21	33.11	32.55
Road Maintenance	13.28	13.28	13.33	12.99	12.93	12.77	12.7	12.61	12.11	11.69
Short Term Rental	3.1	3.1	2.6	2						
Snow Removal	13.53	13.53	12.57	12.23	12.17	12.19	12.27	11.87	11.06	11.3
Solid Waste	1.62	1.62	2.08	2.08	1.98	2.28	2.8	1.78	1.6	1.6
Successor Agency	0.18	0.18	0.38	0.4	0.35	0.35	0.8	0.8	1.16	1.15
Sustainability	1.6	1.6	1.35	1.3	1	0.9				
Town Attorney	1.02	1.02	1.07	1.07	1.07	0.99	0.9	0.9	0.85	0.85
Town Clerk	5.38	5.38	4.73	4.83	4.83	4.58	4.78	4.53	4.65	4.15
Town Manager	1.2	1.2	1.25	1.09	1.09	1.09	1	1	0.95	0.95
Trails Maintenance	2.37	2.37	0.87	0.75	0.75	0.75	0.87	1.02	0.9	0.9
Transit	1.41	1.41	1.61	1.26	1.11	1.11	1.11	0.88	0.95	0.95
Grand Total	157.95	157.95	151.78	139.85	130.82	129.71	128.46	122.26	119.5	114.64

**TOWN OF TRUCKEE
OPERATING INDICATORS
LAST TEN FISCAL YEARS**

	Fiscal Year									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Public Safety:										
Calls for service	11,938	12,809	13,578	13,291	13,480	13,948	14,839	13,828	15,924	13,780
Arrests	317	396	256	213	238	371	487	469	437	394
Parking Meter Revenue	\$ 701,361	\$ 593,034	\$ 568,979	\$ 736,530	\$ 712,454	\$ 706,331	\$ 851,678	\$ 826,943	\$ 730,620	\$ 638,097
Parking Citations Issued	2,066	1,143	716	710	1,189	1,909	1,855	1,861	1,129	1,385
Animal Services²:										
Animal Intakes	511	1,258	1,233	1,141	1,028	914	1,120	1,136	991	1,066
In-House Spay/Neuters	385	415	660	608	534	450	562	555	552	541
Animal Adoptions	427	695	628	697	570	532	603	605	634	600
Public Works:										
Road Miles Maintained	164.00	164.00	162.00	158.49	158.49	158.49	158.49	158.30	157.73	157.73
Community Development:										
Residential Building Permits Issued	1,145	1,284	1,106	1,403	1,191	1,139	1,021	1,218	1,093	962
Commercial Building Permits Issued	47	43	47	41	71	91	96	93	71	77
Planning Projects Initiated	158	179	160	152	141	162	183	172	158	144
Transit:										
Total Passengers	27,059	32,410	41,913	31,134	25,319	28,492	24,226	19,118	18,111	22,201
Total Expenses	\$ 2,038,745	\$ 1,849,911	\$ 1,773,086	\$ 1,667,818	\$ 1,587,704	\$ 1,452,367	\$ 1,202,541	\$ 1,154,597	\$ 1,029,162	\$ 1,283,108
Net Cost per Passenger to Town	\$ 75	\$ 57	\$ 42	\$ 54	\$ 63	\$ 51	\$ 50	\$ 59	\$ 48	\$ 50
Solid Waste:										
Residential Parcel Service Fee	\$ 486.36	\$ 462.36	\$ 423.48	\$ 397.42	\$ 391.22	\$ 362.37	\$ 360.40	\$ 338.89	\$ 292.86	\$ 286.40
Residential Parcels Serviced	12,787	12,659	12,591	12,659	12,498	12,498	12,140	12,040	11,828	11,644

Source: Town of Truckee and annual California State Controller's Office Transit Report

¹ Limited data tracking prior to fiscal 2011.

² Animal Services Town operations ended January 2025 and is now contracted out to Humane Society Truckee-Tahoe (HSTT). Figures represent data through the closure date.