



## AGENDA ITEM 8A

**MEETING:** January 21, 2026

**TO:** Humboldt LAFCo Commissioners

**FROM:** Colette Santsche, Executive Officer

**SUBJECT: Mid-Year Financial Report for Fiscal Year 2025-26**

The Commission will receive a mid-year budget report for fiscal year 2025-2026. This item is for information purposes only.

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### BACKGROUND

The Cortese-Knox-Hertzberg Local Government Reorganization Act of 2000 mandates LAFCo operating costs shall be annually funded by affected counties, cities, and independent special districts on a one-third apportionment process. Apportionments for cities and special districts are further divided and proportional to each agency's total revenues as a percentage of the overall revenue amount collected in the county. LAFCos are also authorized to establish and collect fees to offset agency contributions.

### DISCUSSION

Humboldt LAFCo's adopted FY 2025-26 budget for staffing and services/supplies totals \$302,500, as amended by the Commission on November 19, 2025. Budgeted revenues from intergovernmental contributions, service charges, and investments totals \$297,500, resulting in a balanced budget, apart from the \$5,000 legislative advocacy efforts to be covered by reserves.

Mid-year actuals are provided in Attachment A. With regard to revenues, the county, cities and independent special districts allocations are collected by the Auditor. Additional application fees are expected before the fiscal year-end. With regard to actual expenses, all costs are under budgeted amounts. Overall, the Commission is on track to be at or under budget based on mid-year actuals.

### RECOMMENDATION

Staff recommends the Commission receive and file this report.

### Attachments

Attachment A: FY 2025-26 Mid-Year Budget Summary

## Humboldt LAFCo Operating Budget

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Attachment A

| <b>Revenues:</b>                                    |                                 | <b>FY 2023-2024</b>      |                        | <b>FY 2024-2025</b>     |                        | <b>FY 2025-2026</b> |                        |
|---|---------------------------------|--------------------------|------------------------|-------------------------|------------------------|---------------------|------------------------|
| <b>Account</b>                                      | <b>Revenue Category</b>         | <b>Adopted</b>           | <b>Year-End Actual</b> | <b>Adopted</b>          | <b>Year-End Actual</b> | <b>Amended</b>      | <b>Mid-Year Actual</b> |
| 800870  | Charges for Services            | \$185,200                | \$221,669.74           | \$189,250               | \$231,193.12           | \$294,500           | \$191,809.30           |
|   | County                          | \$43,400                 | \$43,400.00            | \$44,750                | \$44,750.00            | \$46,000            | \$46,000.00            |
|   | Cities                          | \$43,400                 | \$43,400.00            | \$44,750                | \$44,750.00            | \$46,000            | \$46,000.00            |
|   | Special Districts               | \$43,400                 | \$39,279.19            | \$44,750                | \$49,073.83            | \$46,000            | \$46,000.00            |
|   | Application Fees & Deposits     | \$55,000                 | \$95,590.55            | \$55,000                | \$92,619.29            | \$156,500           | \$53,809.30            |
| 402205  | Interest                        | \$2,510                  | \$3,737.49             | \$2,990                 | 4,449.58               | \$3,000             | \$1,291.47             |
| <b>REVENUE SUBTOTAL</b>                             |                                 | <b>\$187,710</b>         | <b>\$225,407.23</b>    | <b>\$192,240</b>        | <b>\$235,642.70</b>    | <b>\$297,500</b>    | <b>\$193,100.77</b>    |
| <b>Operating Expenses:</b>                          |                                 | <b>FY 2023-2024</b>      |                        | <b>FY 2024-2025</b>     |                        | <b>FY 2025-2026</b> |                        |
| <b>Account</b>                                      | <b>Expense Category</b>         | <b>Adopted</b>           | <b>Year-End Actual</b> | <b>Adopted</b>          | <b>Year-End Actual</b> | <b>Amended</b>      | <b>Mid-Year Actual</b> |
| 2106  | Communications                  | \$160                    | \$155.40               | \$240                   | \$240.00               | \$240               | \$120.00               |
|   | Insurance                       | \$3,400                  | Posted FY2022 \$0.00   | \$3,400                 | \$3,071.47             | \$3,500             | \$3,464.16             |
|   | Memberships                     | \$4,750                  | \$4,518.00             | \$4,750                 | \$4,714.00             | \$4,850             | \$4,820.00             |
|   | Office Supplies                 | \$500                    | \$740.30               | \$500                   | \$279.73               | \$500               | \$116.80               |
|   | Professional & Special Services | \$165,900                | \$196,632.25           | \$171,550               | \$212,078.63           | \$281,260           | \$105,700.91           |
|   | Legal Services                  | \$5,000                  | \$2,484.50             | \$5,000                 | \$1,985.00             | \$5,000             | \$2,340.00             |
|   | Application Processing          | \$55,000                 | \$87,305.55            | \$55,000                | \$98,760.18            | \$100,000           | \$53,999.41            |
|   | Basic Services-EO/Clerk         | \$55,000                 | \$55,930.00            | \$60,000                | \$59,972.50            | \$61,000            | \$26,395.00            |
|   | MSRs/SOIs                       | \$50,000                 | \$50,415.00            | \$50,000                | \$49,983.75            | \$52,000            | \$18,637.50            |
|   | Special Studies                 | \$0                      | \$0.00                 | \$0                     | \$0.00                 | \$56,500            | \$0.00                 |
| 2117  | Legislative Advocacy            | \$0                      | \$0.00                 | \$0                     | \$0.00                 | \$5,000             | \$3,060.00             |
|   | Website Services                | \$200                    | \$97.20                | \$850                   | \$797.20               | \$1,000             | \$849.00               |
|   | Meeting Exp/Stipends            | \$700                    | \$400.00               | \$700                   | \$580.00               | \$760               | \$420.00               |
|   | Publications & Legal Notices    | \$1,500                  | \$1,063.85             | \$1,000                 | 203.73                 | \$1,000             | \$359.17               |
|   | Rents & Leases - Structures     | \$5,400                  | \$5,400.00             | \$6,000                 | \$6,000.00             | \$6,000             | \$3,000.00             |
| 2125  | Transportation & Travel         | \$6,100                  | \$3,258.71             | \$4,800                 | \$4,704.92             | \$5,150             | \$4,869.84             |
|   | Mileage/Travel (In-County)      | \$800                    | \$444.36               | \$600                   | \$649.49               | \$650               | \$403.90               |
|   | Mileage/Travel (Out-of-County)  | \$3,300                  | \$1,039.35             | \$2,800                 | \$2,363.43             | \$3,000             | \$3,065.94             |
|   | Conference Registration         | \$2,000                  | \$1,775.00             | \$1,400                 | \$1,692.00             | \$1,500             | \$1,400.00             |
| <b>Contingency/ Carryover</b>                       |                                 | <b>Contingency Total</b> |                        | <b>EXPENSE SUBTOTAL</b> |                        | <b>\$ 187,710</b>   |                        |
| <b>Operating Difference</b>                         |                                 | \$ 13,638.72             |                        | \$ 192,240              |                        | \$ 302,500          |                        |
| <i>(Negative Balance Indicates Use of Reserves)</i> |                                 | \$ 4,350.22              |                        | \$ 231,292.48           |                        | \$ 122,450.88       |                        |
| <b>Unreserved/Unrestricted Fund Balance</b>         |                                 | \$ 112,408.42            |                        | \$ 126,047.14           |                        | \$ 130,397.36       |                        |
| Beginning   |                                 | \$ 126,047.14            |                        | \$ 130,397.36           |                        |                     |                        |
| Ending  |                                 |                          |                        |                         |                        |                     |                        |

### Unreserved/Unrestricted Fund Balance

|           |               |               |               |
|-----------|---------------|---------------|---------------|
| Beginning | \$ 112,408.42 | \$ 126,047.14 | \$ 130,397.36 |
| Ending    | \$ 126,047.14 | \$ 130,397.36 |               |