

**MADERA COUNTY FLOOD CONTROL DISTRICT  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED  
JUNE 30, 2021**

**MADERA COUNTY FLOOD CONTROL DISTRICT  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**JUNE 30, 2021**

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## BASIC FINANCIAL STATEMENTS

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**MADERA COUNTY FLOOD CONTROL DISTRICT  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**STATEMENT OF NET POSITION  
JUNE 30, 2021**

	<u>Governmental Activities</u>
<b>ASSETS</b>	
Cash and investments	\$ 897,806
Interest receivable	1,003
Due from County of Madera	11
Due from other governments	916,632
Capital assets, not being depreciated	200,237
Capital assets, net of accumulated depreciation	<u>592,241</u>
Total Assets	<u>2,607,930</u>
<b>LIABILITIES</b>	
Accounts payable	617,966
Interest payable	16
Due to County of Madera	305,188
Due to other governments	25,000
Noncurrent liabilities:	
Due within one year	<u>10,181</u>
Total Liabilities	<u>958,351</u>
<b>NET POSITION</b>	
Net investment in capital assets	792,478
Unrestricted	<u>857,101</u>
Total Net Position	<u>\$ 1,649,579</u>

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

**MADERA COUNTY FLOOD CONTROL DISTRICT  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2021**

	Expenses	Program Revenues  Operating Grants and Contributions	Net (Expense) Revenue and Changes in Net Position  Governmental Activities
Governmental Activities:			
Flood control	\$ 2,112,953	\$ 2,443,741	\$ 330,788
Interest and fiscal charges	3,712	-	(3,712)
Total governmental activities	\$ 2,116,665	\$ 2,443,741	327,076
Total primary government	\$ 2,116,665	\$ 2,443,741	327,076
General Revenues:			
Property taxes			277,285
Investment earnings			3,454
Total general revenues			280,739
Changes in net position			607,815
Net position - beginning			1,041,764
Net position - ending			\$ 1,649,579

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

**MADERA COUNTY FLOOD CONTROL DISTRICT  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**BALANCE SHEET  
GOVERNMENTAL FUND  
JUNE 30, 2021**

**ASSETS**

Cash and investments	\$ 897,806
Interest receivable	1,003
Due from County of Madera	11
Due from other governments	<u>916,632</u>

Total Assets \$ 1,815,452

**LIABILITIES**

Accounts payable	\$ 617,966
Due to County of Madera	305,188
Due to other governments	<u>25,000</u>

Total Liabilities 948,154

**DEFERRED INFLOWS OF RESOURCES**

Unavailable revenue - grant revenue	<u>842,385</u>
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Total Deferred Inflows of Resources 842,385

**FUND BALANCE**

Restricted for flood control	<u>24,913</u>
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Total Fund Balance 24,913

Total Liabilities, Deferred inflows of Resources, and Fund Balance \$ 1,815,452

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

**MADERA COUNTY FLOOD CONTROL DISTRICT  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUND  
TO THE GOVERNMENT-WIDE STATEMENT OF NET POSITION  
JUNE 30, 2021**

Amounts reported for governmental activities in the statement of net position are different because:

Fund balance - governmental fund	\$ 24,913
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	792,478
Other long-term assets are not available to pay for current period expenditures and, therefore, are reported as unavailable revenue in the fund.	842,385
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.	(10,181)
Accrued interest on long-term debt.	<u>(16)</u>
Net position of governmental activities	<u>\$ 1,649,579</u>

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



**MADERA COUNTY FLOOD CONTROL DISTRICT  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
GOVERNMENTAL FUND  
FOR THE YEAR ENDED JUNE 30, 2021**

**REVENUES**

Property taxes	\$ 277,285
Intergovernmental	1,806,559
Investment earnings	<u>3,454</u>
 Total revenues	 <u>2,087,298</u>

**EXPENDITURES**

Current:	
Flood control:	
General and administrative	220,600
Maintenance - flood control	1,853,087
Capital outlay	288,600
Debt service:	
Principal	437,219
Interest	<u>23,453</u>
 Total Expenditures	 <u>2,822,959</u>
 Net change in fund balances	 (735,661)
 Fund balance - beginning	 <u>760,574</u>
 Fund balance - ending	 <u>\$ 24,913</u>

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

**MADERA COUNTY FLOOD CONTROL DISTRICT  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN  
FUND BALANCE OF GOVERNMENTAL FUND TO THE GOVERNMENT-WIDE  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2021**

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balance - governmental fund	\$	(735,661)
<p>Government funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. This amount is depreciation expense in the current period.</p>		
Expenditures for general capital assets	\$ 288,601	
Less: Current Year Depreciation	<u>(39,267)</u>	249,334
<p>Repayment of long-term liabilities are expenditures and other financing uses in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.</p>		
Advance from County of Madera		437,219
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenue in the funds.</p>		
		637,181
<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 the governmental funds.</p>		
		<u>19,742</u>
Change in net position of governmental activities	\$	<u>607,815</u>

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

NOTES TO THE BASIC FINANCIAL STATEMENTS

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**MADERA COUNTY FLOOD CONTROL DISTRICT  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2021**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The basic financial statements of the **Madera County Flood Control District** (District) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental agencies. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below.

**A. Reporting Entity**

The District was created in fiscal year 1984-1985 to reflect the County's participation in flood control work for the Flood Control and Water Conservation Agency and provides funding for flood control work completed either by contract or by county staff. The funding for the District's operations is derived from property taxes.

In addition to the property taxes, the District also received grant funding to cover the District's program expenditures/expenses. The District has entered into four grant agreements with the Department of Water Resources.

The first one for the period from March 1, 2016 through December 31, 2019 for critical levee repairs along the Ash Slough, Berenda Slough and Fresno River in the County. Due to issues with property acquisition the project has been delayed and the contract has been amended with a new end date of December 31, 2021. The Department of Water Resources will provide up to \$2,213,177 in state funds, which is ninety percent of the total costs for the critical levee repairs project.

The second is a Statewide Flood Emergency Response grant for the period of June 10, 2019 through June 10, 2022 in the amount of \$540,000.

The third grant is for a Flood Maintenance Assistance Program for the period of January, 1, 2021 through December, 31 2021, with total grant funding of \$436,000.

The fourth grant is a Flood Maintenance Assistance Program for the period of January 1, 2020 through December 31, 2020 in the amount of \$483,000.

Root Creek Water District (RCWD) received a grant award from the Department of Water Resources and the grant award consists of four individual projects. The District is the recipient of one of these individual projects. The total grant funding was \$1,645,855 for the Ash Slough Arundo Eradication and Sand Removal project with a 37 percent funding match requirement. The grant period for the project was from August 16, 2011 through February 28, 2019. The grant has since been amended and extended until March, 31, 2021.

The Board of Supervisors is the governing body of the District. The District is considered a blended component unit of the County of Madera and is reported as a special revenue fund in the County of Madera financial statements. The financial statements included in this report are intended to present the financial position and results of operations of only the District. They are not intended to present the financial position or results of operations of the County of Madera taken as a whole.

**MADERA COUNTY FLOOD CONTROL DISTRICT  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2021**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**B. Basis of Presentation and Method of Accounting**

The District accounts for its activities as a single governmental fund. The District's accounting records are maintained on the modified accrual basis of accounting but the basic financial statements are presented at both the government-wide and fund financial level, on a full accrual and modified accrual basis, respectively.

Measurement focus is a term used to describe which transactions are recorded within the various financial statements. Basis of accounting refers to when transactions are recorded.

Government-Wide Financial Statements

The government-wide financial statements include a Statement of Net Position and a Statement of Activities. These financial statements are presented on an "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all the District's assets and liabilities, including capital assets, as well as infrastructure assets and long-term liabilities, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. An economic resource focus concentrates on an entity's net position. All transactions and events that affect the total economic resources (net position) during the period are reported. An economic resources measurement focus is inextricably connected with full accrual accounting. Under the full accrual basis of accounting, revenues are recognized in the period which they are earned, while expenses are recognized in the period in which the liability is incurred.

Certain types of transactions are reported as program revenue for the District in operating grants and contributions category.

Governmental Fund Financial Statements

Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures, and Change in Fund Balance. An accompanying schedule is presented to reconcile and explain the differences in fund balance as presented in these statements to the net position presented in the government-wide financial statements.

Governmental funds are accounted for on a spending or "current financial resources" measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheet. The Statement of Revenues, Expenditures and Change in Fund Balance presents increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual of accounting, revenues are recognized in the accounting period in which they become both measureable and available to finance expenditures of the current period.

Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are recorded in the accounting period in which the liability is incurred.

Unavailable revenues arise when potential revenues do not meet both the "measureable" and "available" criteria for recognition in the current period. In subsequent periods, when both revenue recognition criteria are met or when the government has a legal claim to the resources, the unavailable revenue is removed from the Balance Sheet and revenue is recognized.

**MADERA COUNTY FLOOD CONTROL DISTRICT  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2021**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**B. Basis of Presentation and Method of Accounting** (Continued)

*Governmental Fund Financial Statements (continued)*

The District's revenues consist of property taxes revenues, revenue from use of money and property, and grant revenues. Program expenses are defined as those expenses directly related to providing flood control services.

Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the government-wide financial statements, reconciliation is necessary to explain the adjustments needed to transform the fund-based financial statements into the government-wide presentation.

**C. Cash and Investments**

Cash and investments shown in the Statement of Net Position and in the Balance Sheet represent the District's share of the County of Madera's cash and investment pool. Interest earnings from this pool are transferred to the District on a quarterly basis based on the District's average daily balance. The County has an investment committee, which performs regulatory oversight for its pool as required by California Government Code Section 27134.

**D. Receivables**

Receivables consist of interest from the County of Madera and grant revenue from various grantors. Management believes its receivables to be fully collectible, and accordingly, no allowance for doubtful accounts is required.

**E. Property Taxes**

Secured and unsecured property taxes are levied in July each year. Property taxes become a lien against the property as of January 1 of each year. Secured property taxes are payable in two installments which are due November 1 and February 1. Unsecured property taxes are due on August 31. All property taxes receivable are due from property owners within the District.

**F. Capital Assets**

Capital assets, which include property, plant, equipment, and infrastructure assets (such as roads and similar items), are reported in the Statement of Net Position in the government-wide financial statements. Capital assets are defined by the District as assets with a cost of more than \$5,000 for machinery and equipment and \$10,000 for the other categories of capital assets with an estimated useful life of more than one year. Capital assets are valued at historical cost or estimated historical cost if actual historical cost was not available. Donated assets are valued at their estimated acquisition value on the date donated.

Depreciation is recorded on a straight-line basis over estimated useful lives of the assets as follows:

<u>Depreciable Asset</u>	<u>Estimated Life</u>
Infrastructure	20-50 years
Structures and Improvements	30-50 years
Equipment	3-20 years

Maintenance and repairs are charged to operations when incurred. Betterments and major improvements which significantly increase values, change capacities, or extend useful lives are capitalized.

**MADERA COUNTY FLOOD CONTROL DISTRICT  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2021**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**G. Deferred Outflow/Inflows of Resources**

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows or resources, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. The County has no items to report in this category.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County has one type of item, which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. According, the item, unavailable revenue, is reported only in the governmental fund balance sheet. The governmental fund report unavailable revenues for grant receivables that have not been received within the modified accrual period. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

**H. Long-Term Debt**

Government-Wide Financial Statements

Long-term debt and other financed obligations are reported as liabilities in the government-wide financial statements.

Fund Financial Statements

The governmental fund financial statements do not present long-term debt. As such, long-term debt is shown as a reconciling item in the Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position.

**I. Budget**

The District's budget is prepared on the modified accrual basis of accounting consistent with GAAP. The proposed budget is the spending authority from July until budget hearings are held the end of August and the County of Madera Board of Supervisors formally adopts the budget in early September. Once approved, the Board of Supervisors may amend the legally adopted budget when unexpected modifications are required in estimated revenues and appropriations. Unencumbered appropriation for annual budgeted funds lapses at fiscal year-end.

Revenues are budgeted by source. Expenditures are budgeted by objects as follows: services and supplies, other charges, and capital outlay. This constitutes the legal level of control. Expenditures may not exceed appropriations for travel, transportation and education. Budget revisions between object levels, for travel, transportation, and education, or specific capital outlays are subject to final approval by Board of Supervisors. Revisions less than \$5,000 within the object levels (excluding transportation, travel & education and specific capital outlays) can be approved by the County Administrative Officer.

Intergovernmental revenue is \$1,709,441 lower than the budgeted amount is due to the budgeted amount represents the total grant award available at the beginning of the fiscal year and the actual represent the grant revenue earned during the fiscal year.

Maintenance – flood control expense is \$1,313,204 lower than the budgeted amount is due to the budgeted amount represents the total project costs remaining at the beginning of the fiscal year and the actual represent expenditures incurred during the fiscal year. This variance between budget and actual correspond to the variance in intergovernmental revenue above.



**MADERA COUNTY FLOOD CONTROL DISTRICT  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2021**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**J. Net Position and Fund Balances**

**Government-Wide Financial Statements**

In the government-wide financial statements, net position is classified in the following:

- Net investment in capital assets – This category groups all capital assets, including infrastructure, into one component of net position. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce the balance in this category.
- Restricted – This category presents external restrictions imposed by creditors, grantors, contributors or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.
- Unrestricted – This category represents all other net position of the District that do not meet the definition of “net investment in capital assets” or “restricted net position.”

**Fund Financial Statements**

The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the District is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in governmental fund financial statements are as follows:

- Nonspendable Fund Balance – includes amounts that are not in a spendable form (such as inventories or prepaid amounts, and long-term loans and notes receivable) or are legally or contractually required to be maintained intact (such as principal of a permanent fund).
- Restricted Fund Balance – includes amounts that can be spent only for specific purposes stipulated by external parties (such as creditor, grant providers, or contributors) or by law.
- Committed Fund Balance – includes amounts that can be used only for the specific purpose determined by the County of Madera Board of Supervisors. Commitments may be changed or lifted only by the Board of Supervisors taking the same formal action. The formal action must occur prior to the end of the reporting period. The amount which will be subject to the constraint may be determined in the subsequent period.
- Assigned Fund Balance – is comprised of amounts intended to be used by the governmental entity for specific purposes that are neither restricted nor committed. Intent can be expressed by the Board of Supervisors or by an official or body to which the Board delegates the authority. Assigned fund balance can be used to eliminate a projected budgetary deficit in the subsequent year’s budget.
- Unassigned Fund Balance - is the residual classification for the District and includes all amounts not contained in the other classification. Unassigned amounts are technically available for any purposes.

The Board of Supervisor establishes, modifies or rescinds fund balance commitments and assignments by passage of a resolution or an ordinance. This can be done through the adoption of the budget and subsequent budget amendments that occur throughout the year.

When both restricted and unrestricted resources are available for use, it is the District’s policy to use restricted resources first, followed by committed, assigned and unassigned resources as they are needed.

**MADERA COUNTY FLOOD CONTROL DISTRICT  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2021**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**K. Use of Estimates**

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

**NOTE 2: CASH AND INVESTMENTS**

Cash and investments at June 30, 2021 are classified in the financial statements as follows:

Cash and investments – unrestricted	\$897,806
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The District's cash and investments consisted of the following as of June 30, 2021:

Deposits held with County of Madera Investment Pool	\$897,806
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**Risk Disclosure**

Required disclosures for the District's deposit and investment risks for the cash held in the County of Madera Treasury at June 30, 2021, were as follows:

Credit risk	Not rated
Custodial risk	Not applicable
Concentration of credit risk	Not applicable
Interest rate risk	Refer to County of Madera's financial statements

Required disclosure information regarding categorization of investments and other deposit and investment risk disclosures can be found in the County of Madera's Annual Comprehensive Financial Report and may be obtained by contacting the County Auditor-Controller's Office at 200 W. 4th Street – Madera, CA 93637.

**Fair Value Measurements**

The District categorizes the fair value measurements of its investments based on the hierarchy established by generally accepted accounting principles. These principles recognize a three-tiered fair value hierarchy, as follows:

- Level 1: Investments reflect prices quoted in active markets;
- Level 2: Investments reflect prices that are based on a similar observable asset either directly or indirectly, which may include inputs in markets that are not considered to be active; and,
- Level 3: Investments reflect prices based upon unobservable sources.

The District's cash and investments in the County of Madera Investment Pool are carried at fair value. County of Madera invests in numerous types of investments ranging all levels in the fair value hierarchy. Accordingly, County of Madera Investment Pool is not an investment type that can be categorized in any particular level in the fair value hierarchy.

**MADERA COUNTY FLOOD CONTROL DISTRICT  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2021**

**NOTE 3: CAPITAL ASSETS**

Capital assets activity for the year ended June 30, 2021, was as follows:

	Balance July 1, 2020	Additions	Deletions	Balance June 30, 2021
Capital assets, not being depreciated:				
Land	\$ 6,500	\$ 193,737	\$ -	\$ 200,237
Total capital assets, not being depreciated	<u>6,500</u>	<u>193,737</u>	<u>-</u>	<u>200,237</u>
Capital assets, being depreciated:				
Structures and improvements	19,068	-	-	19,068
Equipment	580,450	94,864	-	675,314
Total capital assets, being depreciated	<u>599,518</u>	<u>94,864</u>	<u>-</u>	<u>694,382</u>
Less accumulated depreciation for:				
Structures and improvements	(1,651)	(383)	-	(2,034)
Equipment	(61,223)	(38,884)	-	(100,107)
Total accumulated depreciation	<u>(62,874)</u>	<u>(39,267)</u>	<u>-</u>	<u>(102,141)</u>
Total capital assets being depreciated, net	<u>536,644</u>	<u>55,597</u>	<u>-</u>	<u>592,241</u>
Total capital assets, net	<u>\$ 543,144</u>	<u>\$ 249,334</u>	<u>\$ -</u>	<u>\$ 792,478</u>

Depreciation expense of \$39,267 was charged to the flood control function of the governmental activities.

**NOTE 4: RELATED PARTY TRANSACTIONS**

The District's property taxes are levied and collected through County of Madera Assessor and Treasurer-Tax Collector departments. The District contracts with the County of Madera to provide certain maintenance services. The District's accounting and clerical functions are performed by County personnel. The County of Madera charges the District for administrative costs incurred. Total expenditures to the County of Madera for the year ended June 30, 2021 were \$245,183.

The amount due to the County of Madera as of June 30, 2021 is \$305,188.

**MADERA COUNTY FLOOD CONTROL DISTRICT  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2021**

**NOTE 5: LONG-TERM LIABILITIES**

The following is summary of long-term liabilities transactions for the year-ended June 30, 2021:

	Balance July 1, 2020	Additions	Deletions	Balance June 30, 2021	Due Within One Year
Advance from County of Madera	\$ 447,400	\$ -	\$ (437,219)	\$ 10,181	\$ 10,181
Total	<u>\$ 447,400</u>	<u>\$ -</u>	<u>\$ (437,219)</u>	<u>\$ 10,181</u>	<u>\$ 10,181</u>

The District obtained a \$200,000 loan from the County of Madera on November 7, 2017 to help fund the District's daily operations. The loan is to be repaid with interest at the County of Madera treasury pool rate, plus 50 basis points, as soon as funds are available from the District. Interest will be accrued on the unpaid principal balance until loan is paid in full. The loan was paid off during the fiscal year.

The District obtained a \$15,000 loan from the County of Madera on November 27, 2018 to help fund the District's daily operations. The loan is to be repaid with interest at the County of Madera treasury pool rate, plus 50 basis points, as soon as funds are available from the District. Interest will be accrued on the unpaid principal balance until loan is paid in full. The outstanding principal balance at June 30, 2021 is \$686.

The District obtained a \$232,400 loan from the County of Madera on February 11, 2019 to develop an Engineer's Report that will assist as support to the formation of the special benefit assessment to fund levee operations and maintenance activities. The loan is to be repaid with interest at the County of Madera treasury pool rate, plus 50 basis points, as soon as funds are available from the District. Interest will be accrued on the unpaid principal balance until loan is paid in full. The outstanding principal balance at June 30, 2021 is \$9,495.

**NOTE 6: INSURANCE AND RISK OF LOSS**

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; and natural disasters. Because the District does not have employees, it is not exposed to injuries to employees. The District's officers are officials of the County, and therefore coverage for general liability and errors and omissions is provided under the County's program. This program is self-insured to a level of \$100,000, after which excess coverage is obtained through participation in the Public Risk Innovation, Solutions, and Management (PRISM). Disclosure of complete information on risk management can be found in the County of Madera Annual Comprehensive Financial Report.

**MADERA COUNTY FLOOD CONTROL DISTRICT  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2021**

**NOTE 7: COMMENTS AND CONTINGENCIES**

Grants

The District participates in a State grant program subject to financial and compliance audits by the grantor or their representatives. The amount, if any, of expenses which may be disallowed by the granting agency cannot be determined at this time. However, management does not believe that audit disallowances, if any, would have a significant effect on the financial position of the District.

Commitments

The District reported commitments of \$1,131,600 for the monitoring well installation project and Fresno River flood system repair project.

REQUIRED SUPPLEMENTARY INFORMATION

**MADERA COUNTY FLOOD CONTROL DISTRICT  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -  
BUDGET TO ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2021**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Property taxes	\$ 262,800	\$ 262,800	\$ 277,285	\$ 14,485
Intergovernmental	3,516,000	3,516,000	1,806,559	(1,709,441)
Investment earnings	550	550	3,454	2,904
Miscellaneous	10,000	10,000	-	(10,000)
	<u>3,789,350</u>	<u>3,789,350</u>	<u>2,087,298</u>	<u>(1,702,052)</u>
Total revenues				
Expenditures:				
Road maintenance:				
General and administrative	176,780	176,780	220,600	(43,820)
Maintenance - flood control	3,355,029	3,166,291	1,853,087	1,313,204
Capital Outlay	97,000	290,737	288,600	2,137
Debt service:				
Principal	-	-	437,219	(437,219)
Interest	-	-	23,453	(23,453)
	<u>3,628,809</u>	<u>3,633,808</u>	<u>2,822,959</u>	<u>810,849</u>
Total expenditures				
Net change in fund balance	160,541	155,542	(735,661)	(891,203)
Fund balance - beginning of year	760,574	760,574	760,574	-
Fund balance - end of year	<u>\$ 921,115</u>	<u>\$ 916,116</u>	<u>\$ 24,913</u>	<u>\$ (891,203)</u>