

**MAINTENANCE DISTRICT 19 – PARKWOOD  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**FINANCIAL STATEMENTS**

**FOR THE YEARS ENDED  
JUNE 30, 2019 AND 2018**



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**MAINTENANCE DISTRICT 19 – PARKWOOD  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**JUNE 30, 2019 AND 2018**

TABLE OF CONTENTS

	<u>Page</u>
REPORT OF INDEPENDENT AUDITORS .....	1
BASIC FINANCIAL STATEMENTS	
Statements of Net Position .....	3
Statements of Revenues, Expenses, and Changes in Net Position .....	4
Statements of Cash Flows .....	5
Notes to the Basic Financial Statements .....	6
SUPPLEMENTARY INFORMATION	
Combining Statement of Net Position June 30, 2019.....	16
Combining Statement of Revenues, Expenses, and Changes in Net Position For the Year Ended June 30, 2019 .....	18
Combining Statement of Cash Flows for the Year Ended June 30, 2019.....	20
Combining Statement of Net Position June 30, 2018.....	22
Combining Statement of Revenues, Expenses, and Changes in Net Position For the Year Ended June 30, 2018 .....	24
Combining Statement of Cash Flows for the Year Ended June 30, 2018.....	26





## INDEPENDENT AUDITORS' REPORT

Board of Supervisors  
Madera County

### Report on the Financial Statements

We have audited the accompanying financial statements of Maintenance District 19 – Parkwood (District), a component unit of the County of Madera, California as of and for the years ended June 30, 2019 and 2018, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

### Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Maintenance District 19 – Parkwood as of June 30, 2019 and 2018, and the changes in its financial position and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

**Other Matters**

*Required Supplementary Information*

Management has omitted management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing 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. Our opinion on the basic financial statements is not affected by this missing information.

*Other Information*

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the District's basic financial statements. The supplementary information on pages 16-26 is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The supplementary 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. Such 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 information is fairly stated in all material respects in relation to the basic financial statements as a whole.



**CliftonLarsonAllen LLP**

Roseville, California  
March 31, 2020

## BASIC FINANCIAL STATEMENTS

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**MAINTENANCE DISTRICT 19 – PARKWOOD  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**STATEMENTS OF NET POSITION  
JUNE 30, 2019 AND 2018**

	2019	2018
<b>Assets</b>		
Current assets		
Cash	\$ 611,493	\$ 517,897
Cash and investments - restricted	64,167	62,019
Accounts receivable, net	71,451	65,679
Interest receivable	2,330	2,592
Due from other governments	151,080	29,764
Due from County of Madera	39	--
Total current assets	900,560	677,951
Noncurrent assets		
Land	10,000	10,000
Construction in progress	70,400	--
Depreciable assets	1,961,476	1,961,476
Accumulated Depreciation	(1,286,407)	(1,202,623)
Total noncurrent assets	755,469	768,853
Total assets	1,656,029	1,446,804
<b>Liabilities</b>		
Current liabilities		
Accounts payable	68,225	13,782
Interest payable	95	11,906
Deposits from others	13,555	--
Due to County of Madera	76,632	118,647
Unearned revenue	3,557	3,512
Short-term note	250,000	--
Total current liabilities	412,064	147,847
Non-Current liabilities		
Advances from County of Madera	2,500	72,796
Total non-current liabilities	2,500	72,796
Total liabilities	414,564	220,643
<b>Net Position</b>		
Net investment in capital assets	755,469	768,853
Restricted for debt service	64,167	62,019
Unrestricted	421,829	395,289
Total net position	\$ 1,241,465	\$ 1,226,161

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

**MAINTENANCE DISTRICT 19 – PARKWOOD  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
FOR THE YEAR ENDED JUNE 30, 2019 AND 2018**

	2019	2018
<b>Operating Revenues:</b>		
Charges for services	\$ 415,220	\$ 431,838
Other revenues	341	815
Total operating revenues	415,561	432,653
<b>Operating Expenses:</b>		
Services and supplies	339,414	165,318
Repairs and maintenance	182,785	146,467
Insurance	17,644	5,739
Utilities	71,967	79,567
Depreciation	83,784	88,186
Total operating expenses	695,594	485,277
Operating income (loss)	(280,033)	(52,624)
<b>Nonoperating Revenue (Expenses):</b>		
Taxes	9,018	8,140
Investment income	11,832	12,652
Intergovernmental	204,182	35,555
Loss on disposition of assets	--	(1,000)
Interest and fiscal charges	(95)	(6,097)
Total nonoperating revenue (expenses)	224,937	49,250
Income (Loss) Before Contributions	(55,096)	(3,374)
Capital Contributions	70,400	-
Change in net position	15,304	(3,374)
Net position - beginning of year	1,226,161	1,229,535
Net position - end of year	\$ 1,241,465	\$ 1,226,161

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

**MAINTENANCE DISTRICT 19 – PARKWOOD  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**STATEMENTS OF CASH FLOWS  
FOR THE YEARS ENDED JUNE 30, 2019 AND 2018**

	2019	2018
<b>Cash flows from operating activities:</b>		
Receipts from customers	\$ 411,444	\$ 426,967
Payments to suppliers	(599,382)	(391,586)
Net cash provided (used) by operating activities	(187,938)	35,381
<b>Cash flows from noncapital financing activities</b>		
Taxes	9,018	8,140
Operating grants	153,266	15,666
Short-term note from County of Madera	250,000	--
Advances from / repayment to County of Madera	(70,296)	2,500
Net cash provided (used) by noncapital financing activities	341,988	26,306
<b>Cash flows from capital &amp; related financing activities</b>		
Acquisition and construction of capital assets	(70,400)	--
Interest paid on capital debt	--	(6,097)
Net cash provided (used) by capital & related financing activities	(70,400)	(6,097)
<b>Cash flows from investing activities</b>		
Interest received	12,094	11,556
Net cash provided (used) by investing activities	12,094	11,556
<b>Net increase in cash and cash equivalents</b>	95,744	67,146
<b>Cash and cash equivalents, beginning of year</b>	579,916	512,770
<b>Cash and cash equivalents, end of year</b>	\$ 675,660	\$ 579,916
<b>Reconciliation of cash and cash equivalents to the statement of net position:</b>		
Cash and investments per statement of net position	\$ 611,493	\$ 517,897
Restricted cash and investments per statement of net position	64,167	62,019
Total cash and investments per statement of net position	\$ 675,660	\$ 579,916
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>		
Operating income (loss)	\$ (280,033)	\$ (52,624)
Adjustments to reconcile operating income (loss) to cash flows from operating activities:		
Depreciation	83,784	88,186
Changes in assets and liabilities:		
Decrease/(increase) in accounts receivable	(5,772)	(9,126)
Decrease/(increase) in due from County of Madera	(39)	--
Increase/(decrease) in accounts payable	54,443	10,199
Increase/(decrease) in due to County of Madera	(42,015)	(4,694)
Increase/(decrease) in deposits from others	1,649	2,630
Increase/(decrease) in unearned revenues	45	810
<b>Net Cash Provided (Used) by     Operating Activities</b>	<b>\$ (187,938)</b>	<b>\$ 35,381</b>

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

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NOTES TO THE BASIC FINANCIAL STATEMENTS

**MAINTENANCE DISTRICT 19 – PARKWOOD  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2019 AND 2018**

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

The basic financial statements of the **MD 19 - Parkwood** (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**

**MD 19A** provides water, sewer and street light services for a residential community. The District is located in Madera County Supervisorial District 4 south of Madera city limits in the area of Hwy 145 and Avenue 13. The district was formed on July 18, 1978 by Resolution No. 78-427. The Parkwood Water System provides water service to MD 19A and MD 19B for a total of 632.6 improved units. The system consists of 3 wells (only 1 of which is active), hydro-pneumatic tanks and the distribution lines. The Parkwood Sewer System provides sewer service to zone A which consists of 287.6 improved units. There are 31 street lights within the District and they are maintained by County's personnel.

The primary funding for the water, sewer, and street light operations is derived from charges for water, sewer, and street light services. Water and sewer rates were last set on September 10, 2013 by Resolution 2013-141. Total monthly utility charge for an improved unit in MD 19A is \$80.93. All rates include an annual Consumer Price Index adjustment which began July 1, 2016. Detail charges for MD19A for the years ended June 30, 2019 and 2018 were as follows:

<b>MD19A Monthly Rates</b>	2019	2018
Monthly Water Rates	\$ 28.91	\$ 28.07
Monthly Sewer Rates	43.38	42.11
Monthly Street Lights Rates	1.08	1.05
Monthly Accumulated Capital Outlay Charges	7.56	7.34
	\$ 80.93	\$ 78.57

The District also receives property taxes to cover operating expenses and grant funding from the USDA to cover the water system improvement expenses.

**MD 19B** provides water and street light services for a residential community. The District is located in Madera County Supervisorial District 4 south of Madera city limits adjacent to MD 19A. The district was formed on July 18, 1978 by Resolution No. 78-427. Water service is provided to the District by way of MD 19A. Additionally, there are 41 street lights included in this District which are maintained by PG&E.

The funding for the water and street light operations is derived from charges for water and street light services. Water rates were last set on September 10, 2013 by Resolution 2013-142. The improved water, street lights, and ACO rates include an annual Consumer Price Index which began July 1, 2016. Sewer services to MD 19B are provided by the City of Madera. Detail charges for MD19B for the years ended June 30, 2019 and 2018 were as follows:

<b>MD19B Monthly Rates</b>	2019	2018
Monthly Water Rates	\$ 28.49	\$ 27.66
Monthly Water Standby Rates	8.40	8.15
Monthly Street Lights Rates	1.73	1.68
Monthly Accumulated Capital Outlay Charges	7.55	7.34
	\$ 46.17	\$ 44.83

**MAINTENANCE DISTRICT 19 – PARKWOOD  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2019 AND 2018**

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

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 an enterprise 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.

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

Proprietary fund financial statements include a Statement of Net Position and a Statement of Revenues, Expenses, and Changes in Net Position, and a Statement of Cash Flows.

Proprietary funds are accounted for using the “economic resources” measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities (whether current or noncurrent) are included on the Statement of Net Position. The Statement of Revenues, Expenses, and Changes in Net Position presents increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned, while expenses are recognized in the period in which the liability is incurred.

Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. The principal operating revenues of the District are charges for services. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. Operating expenses for the District include the costs of sales and services, administrative expenses, and depreciation on capital assets. All other expenses are reported as non-operating expenses.

**C. Cash and Investments**

Cash and investments shown in the Statement of Net Position 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. Cash and Cash Equivalents**

For purposes of the statement of cash flows, the District considers the cash held in the County Treasury, its only investments, to be cash and cash equivalents.

**E. Receivables**

Receivables consist of fees charged for water services, property taxes, and interest from the County of Madera. Due from other governments consist of grant revenue from the State of California Department of Public Health. Management believes its receivables to be fully collectible, and accordingly, no allowance for doubtful accounts is required.

**F. Property Taxes/Assessments**

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

**MAINTENANCE DISTRICT 19 – PARKWOOD  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2019 AND 2018**

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

**G. 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. 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
Water Systems	15-65 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.

**H. Net Position**

Net position is classified in the following three components:

- 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, 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.”

When both restricted and unrestricted resources are available for use, unrestricted resources are used only after the restricted resources are depleted.

**I. 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.



**MAINTENANCE DISTRICT 19 – PARKWOOD  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2019 AND 2018**

**NOTE 2: CASH AND INVESTMENTS**

Cash and investments at June 30, 2019 and 2018 are classified in the financial statements as follows:

	2019	2018
Cash and investments - unrestricted	\$ 611,493	\$ 517,897
Cash and investments - restricted	64,167	62,019
	\$ 675,660	\$ 579,916

**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, 2019 and 2018, 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 Comprehensive Annual 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 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.

**MAINTENANCE DISTRICT 19 – PARKWOOD  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2019 AND 2018**

**NOTE 3: CAPITAL ASSETS**

Capital assets activity for the year ended June 30, 2019, was as follows:

	District-wide Totals			
	Balance July 1, 2018	Additions	Retirements	Balance June 30, 2019
Capital assets, not being depreciated:				
Land	\$ 10,000	\$ --	\$ --	\$ 10,000
Construction in progress	--	70,400	--	70,400
Total capital assets, not being depreciated	10,000	70,400	--	80,400
Capital assets, being depreciated:				
Water & sewer systems	1,961,476	--	--	1,961,476
Total capital assets, being depreciated	1,961,476	--	--	1,961,476
Less accumulated depreciation for:				
Water & sewer systems	(1,202,623)	(83,784)	--	(1,286,407)
Total accumulated depreciation	(1,202,623)	(83,784)	--	(1,286,407)
Total capital assets, being depreciated, net	758,853	(83,784)	--	675,069
Total capital assets, net	\$ 768,853	\$ (13,384)	\$ --	\$ 755,469

Depreciation expenses of \$80,420 and \$3,364 were charged to the water and sewer functions of the District, respectively.

Capital assets activity for the year ended June 30, 2018, was as follows:

	District-wide Totals			
	Balance July 1, 2017	Additions	Retirements	Balance June 30, 2018
Capital assets, not being depreciated:				
Land	\$ 11,000	\$ --	\$ (1,000)	\$ 10,000
Total capital assets, not being depreciated	11,000	--	(1,000)	10,000
Capital assets, being depreciated:				
Water & sewer systems	1,961,476	--	--	1,961,476
Total capital assets, being depreciated	1,961,476	--	--	1,961,476
Less accumulated depreciation for:				
Water & sewer systems	(1,114,437)	(88,186)	--	(1,202,623)
Total accumulated depreciation	(1,114,437)	(88,186)	--	(1,202,623)
Total capital assets, being depreciated, net	847,039	(88,186)	--	758,853
Total capital assets, net	\$ 858,039	\$ (88,186)	\$ (1,000)	\$ 768,853

Depreciation expenses of \$80,420, and \$ 7,766 were charged to the water and sewer functions of the District, respectively.

**MAINTENANCE DISTRICT 19 – PARKWOOD  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2019 AND 2018**

**NOTE 3: CAPITAL ASSETS (Continued)**

Capital asset activity for the year ended June 30, 2019 for District 19A was as follows:

	MD 19A Water			
	Balance July 1, 2018	Additions	Retirements	Balance June 30, 2019
Capital assets, not being depreciated:				
Land	\$ 3,000	\$ --	\$ --	\$ 3,000
Construction in progress		70,400		70,400
Total capital assets, not being depreciated	3,000	70,400	--	73,400
Capital assets, being depreciated:				
Water systems	1,237,007	--	--	1,237,007
Total capital assets, being depreciated	1,237,007	--	--	1,237,007
Less accumulated depreciation for:				
Water systems	(536,122)	(80,420)	--	(616,542)
Total accumulated depreciation	(536,122)	(80,420)	--	(616,542)
Total capital assets, being depreciated, net	700,885	(80,420)	--	620,465
Total capital assets, net	\$ 703,885	\$ (10,020)	\$ --	\$ 693,865

Depreciation expense of \$80,420 was charged to the water service function of the District.

	MD 19A Sewer			
	Balance July 1, 2018	Additions	Retirements	Balance June 30, 2019
Capital assets, being depreciated:				
Sewer systems	\$ 724,469	\$ --	\$ --	\$ 724,469
Total capital assets, being depreciated	724,469	--	--	724,469
Less accumulated depreciation for:				
Sewer systems	(666,501)	(3,364)	--	(669,865)
Total accumulated depreciation	(666,501)	(3,364)	--	(669,865)
Total capital assets, being depreciated, net	57,968	(3,364)	--	54,604
Total capital assets, net	\$ 57,968	\$ (3,364)	\$ --	\$ 54,604

Depreciation expense of \$3,364 was charged to the sewer service function of the District.

**MAINTENANCE DISTRICT 19 – PARKWOOD  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2019 AND 2018**

**NOTE 3: CAPITAL ASSETS (Continued)**

Capital asset activity for the year ended June 30, 2019 for District 19B was as follows:

	MD 19B Water			
	Balance July 1, 2018	Additions	Retirements	Balance June 30, 2019
Capital assets, not being depreciated:				
Land	\$ 7,000	\$ --	\$ --	\$ 7,000
Total capital assets, not being depreciated	7,000	--	--	7,000
Total capital assets, net	\$ 7,000	\$ --	\$ --	\$ 7,000

Capital asset activity for the year ended June 30, 2018 for District 19A was as follows:

	MD 19A Water			
	Balance July 1, 2017	Additions	Retirements	Balance June 30, 2018
Capital assets, not being depreciated:				
Land	\$ 3,000	\$ --	\$ --	\$ 3,000
Total capital assets, not being depreciated	3,000	--	--	3,000
Capital assets, being depreciated:				
Water systems	1,237,007	--	--	1,237,007
Total capital assets, being depreciated	1,237,007	--	--	1,237,007
Less accumulated depreciation for:				
Water systems	(455,702)	(80,420)	--	(536,122)
Total accumulated depreciation	(455,702)	(80,420)	--	(536,122)
Total capital assets, being depreciated, net	781,305	(80,420)	--	700,885
Total capital assets, net	\$ 784,305	\$ (80,420)	\$ --	\$ 703,885

Depreciation expense of \$80,420 was charged to the water service function of the District.

**MAINTENANCE DISTRICT 19 – PARKWOOD  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2019 AND 2018**

**NOTE 3: CAPITAL ASSETS (Continued)**

	MD 19A Sewer			
	Balance July 1, 2017	Additions	Retirements	Balance June 30, 2018
Capital assets, being depreciated:				
Sewer systems	\$ 724,469	\$ --	\$ --	\$ 724,469
Total capital assets, being depreciated	724,469	--	--	724,469
Less accumulated depreciation for:				
Sewer systems	(658,735)	(7,766)	--	(666,501)
Total accumulated depreciation	(658,735)	(7,766)	--	(666,501)
Total capital assets, being depreciated, net	65,734	(7,766)	--	57,968
Total capital assets, net	\$ 65,734	\$ (7,766)	\$ --	\$ 57,968

Depreciation expense of \$7,766 was charged to the water service function of the District.

	MD 19B Water			
	Balance July 1, 2017	Additions	Retirements	Balance June 30, 2018
Capital assets, not being depreciated:				
Land	\$ 8,000	\$ --	\$ (1,000)	\$ 7,000
Total capital assets, not being depreciated	8,000	--	(1,000)	7,000
Total capital assets, net	\$ 8,000	\$ --	\$ (1,000)	\$ 7,000

**NOTE 4: RELATED PARTY TRANSACTIONS**

The District's property taxes and assessments 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 services to the District. The District's accounting and clerical functions are performed by County personnel. The County of Madera charges the District for administrative costs incurred.

The amounts due to the County of Madera as of June 30, 2019 and 2018 are as follows:

	Balance July 1, 2018	Additions	Deletions	Balance June 30, 2019
Amounts due to County of Madera	\$ 118,647	\$ 76,632	\$ (118,647)	\$ 76,632
	\$ 118,647	\$ 76,632	\$ (118,647)	\$ 76,632

	Balance July 1, 2017	Additions	Deletions	Balance June 30, 2018
Amounts due to County of Madera	\$ 123,341	\$ 118,647	\$ (123,341)	\$ 118,647
	\$ 123,341	\$ 118,647	\$ (123,341)	\$ 118,647

**MAINTENANCE DISTRICT 19 – PARKWOOD  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2019 AND 2018**

**NOTE 5: SHORT-TERM LOANS**

The District obtained a \$250,000 Grant Anticipation Note (the Note) from the County on August 7, 2018 to provide a short term cash advance for the District’s planning and feasibility study pertaining to a new well and tank and new distribution main replacement. The Note is to be repaid with interest at the County of Madera treasury pool rate plus 50 basis points and matures on June 30, 2019. Principal and interest are due at maturity. On June, 11, 2019, Board of Supervisors of the County of Madera approved extension of the maturity date to June 30, 2020 and also a fixed interest rate of 2.33% from July 1, 2019 to the extended maturity date. Outstanding note balance as of June 30, 2019 is \$250,000.

The District obtained a \$500,000 Grant Anticipation Note (The Note) from the County on November 14, 2017 to provide short term cash advance for the District’s planning and feasibility study pertaining to a new well and tank and new distribution main replacement. The note carried interest at the County of Madera treasury pool rate plus 50 basis points principal and interest was due one year after the issuance date. The District repaid the Note to the County of June 28, 2018.

	Balance July 1, 2018	Additions	Deletions	Balance June 30, 2019
Grant Anticipation Loan	\$ -	\$ 250,000	\$ -	\$ 250,000
	\$ -	\$ 250,000	\$ -	\$ 250,000

	Balance July 1, 2017	Additions	Deletions	Balance June 30, 2018
Grant Anticipation Loan	\$ -	\$ 500,000	\$ (500,000)	\$ -
	\$ -	\$ 500,000	\$ (500,000)	\$ -

**NOTE 6: LONG-TERM LIABILITIES**

The following is a summary of long-term liabilities transactions for the years ended June 30, 2019 and 2018:

	Balance June 30, 2018	Additions	Deletions	Balance June 30, 2019
Advances from County - water	\$ 45,840	\$ -	\$ 45,840	\$ -
Advances from County - sewer	24,456	-	24,456	-
Advances from County - streetlights	2,500	-	-	2,500
Total	\$ 72,796	\$ -	\$ 70,296	\$ 2,500

  

	Balance July 1, 2017	Additions	Deletions	Balance June 30, 2018
Advances from County - water	\$ 45,840	\$ -	\$ -	\$ 45,840
Advances from County - sewer	24,456	-	-	24,456
Advances from County - streetlights		2,500	-	2,500
Total	\$ 70,296	\$ 2,500	\$ -	\$ 72,796

The District received advances of \$45,840 and \$24,456 during fiscal year ended June 30, 2017 to fund its water and service operations. These advances are unsecured, noninterest bearing, and are is due on demand. The District repaid the loans in the current fiscal year.

**MAINTENANCE DISTRICT 19 – PARKWOOD  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2019 AND 2018**

**NOTE 6: LONG-TERM LIABILITIES (Continued)**

On June 26, 2018, the District obtained a \$2,500 loan for the streetlights division, from the County 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 accrue on the unpaid principal balance until loan is paid in full.

The District intends to pay back these advances through future cash flow at the current established rate, however, future rate increases may be necessary in order to fulfill the obligation.

**NOTE 7: 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 CSAC Excess Insurance Authority (EIA). Disclosure of complete information on risk management can be found in the County of Madera Comprehensive Annual Financial Report.

**NOTE 8: COMMITMENTS 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.

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SUPPLEMENTARY INFORMATION

**MAINTENANCE DISTRICT 19 – PARKWOOD  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**COMBINING STATEMENT OF NET POSITION  
JUNE 30, 2019**

	MD 19A			
	Water	Sew er	Lighting	Total
<b>Assets</b>				
Current assets				
Cash	\$ 256,899	\$ 97,146	\$ 1,628	\$ 355,673
Cash and investments - restricted	64,167	--	--	64,167
Accounts receivable	19,598	28,721	714	49,033
Interest receivable	1,198	266	7	1,471
Due from other governments	151,080	--	--	151,080
Due from County of Madera	21	--	--	21
Due from other divisions	25,729	--	--	25,729
Total current assets	<u>518,692</u>	<u>126,133</u>	<u>2,349</u>	<u>647,174</u>
Noncurrent assets				
Land	3,000	--	--	3,000
Construction in progress	70,400	--	--	70,400
Infrastructure	1,237,007	724,469	--	1,961,476
Accumulated Depreciation	(616,542)	(669,865)	--	(1,286,407)
Total noncurrent assets	<u>693,865</u>	<u>54,604</u>	<u>--</u>	<u>748,469</u>
Total assets	<u>1,212,557</u>	<u>180,737</u>	<u>2,349</u>	<u>1,395,643</u>
<b>Liabilities</b>				
Current liabilities				
Accounts payable	65,241	2,486	--	67,727
Interest payable	--	--	95	95
Deposits from others	2,895	4,342	108	7,345
Due to County of Madera	45,299	21,307	54	66,660
Due to other divisions	2,552	--	--	2,552
Unearned revenue	984	1,476	37	2,497
Short-term notes	250,000	--	--	250,000
Total current liabilities	<u>366,971</u>	<u>29,611</u>	<u>294</u>	<u>396,876</u>
Non-Current liabilities				
Advances from County of Madera	--	--	2,500	2,500
Total non-current liabilities	<u>--</u>	<u>--</u>	<u>2,500</u>	<u>2,500</u>
Total liabilities	<u>366,971</u>	<u>29,611</u>	<u>2,794</u>	<u>399,376</u>
<b>Net Position</b>				
Net investment in capital assets	693,865	54,604	--	748,469
Restricted for debt service	64,167	--	--	64,167
Unrestricted	87,554	96,522	(445)	183,631
Total net position	<u>\$ 845,586</u>	<u>\$ 151,126</u>	<u>\$ (445)</u>	<u>\$ 996,267</u>

**MAINTENANCE DISTRICT 19 – PARKWOOD  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**COMBINING STATEMENT OF NET POSITION (CONTINUED)  
JUNE 30, 2019**

	MD 19B			Total	MD 19A/B	
	Water	Lighting	Eliminations		ACO	Total
<b>Assets</b>						
Current assets						
Cash	\$ 127,999	\$ --	\$ --	\$ 127,999	\$ 127,821	\$ 611,493
Cash and investments - restricted	--	--	--	--	--	64,167
Accounts receivable	21,136	1,282	--	22,418	--	71,451
Interest receivable	409	25	--	434	425	2,330
Due from other governments	--	--	--	--	--	151,080
Due from County of Madera	18	--	--	18	--	39
Due from other divisions	5,965	--	(3,699)	2,266	286	28,281
Total current assets	<u>155,527</u>	<u>1,307</u>	<u>(3,699)</u>	<u>153,135</u>	<u>128,532</u>	<u>928,841</u>
Noncurrent assets						
Land	7,000	--	--	7,000	--	10,000
Construction in progress	--	--	--	--	--	70,400
Depreciable assets	--	--	--	--	--	1,961,476
Accumulated Depreciation	--	--	--	--	--	(1,286,407)
Total noncurrent assets	<u>7,000</u>	<u>--</u>	<u>--</u>	<u>7,000</u>	<u>--</u>	<u>755,469</u>
				--		
Total assets	<u>162,527</u>	<u>1,307</u>	<u>(3,699)</u>	<u>160,135</u>	<u>128,532</u>	<u>1,684,310</u>
<b>Liabilities</b>						
Current liabilities						
Accounts payable	498	--	--	498	--	68,225
Interest payable	--	--	--	--	--	95
Deposits from others	5,855	355	--	6,210	--	13,555
Due to County of Madera	9,918	54	--	9,972	--	76,632
Due to other divisions	25,729	3,699	(3,699)	25,729	--	28,281
Unearned revenue	999	61	--	1,060	--	3,557
Short-term notes	--	--	--	--	--	250,000
Total current liabilities	<u>42,999</u>	<u>4,169</u>	<u>(3,699)</u>	<u>43,469</u>	<u>--</u>	<u>440,345</u>
Non-Current liabilities						
Advances from County of Madera	--	--	--	--	--	2,500
Total non-current liabilities	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>2,500</u>
				--		
Total liabilities	<u>42,999</u>	<u>4,169</u>	<u>(3,699)</u>	<u>43,469</u>	<u>--</u>	<u>442,845</u>
<b>Net Position</b>						
Net investment in capital assets	7,000	--	--	7,000	--	755,469
Restricted for debt service	--	--	--	--	--	64,167
Unrestricted	112,528	(2,862)	--	109,666	128,532	421,829
				--		
Total net position	<u>\$ 119,528</u>	<u>\$ (2,862)</u>	<u>\$ --</u>	<u>\$ 116,666</u>	<u>\$ 128,532</u>	<u>\$ 1,241,465</u>

**MAINTENANCE DISTRICT 19 – PARKWOOD  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
FOR THE YEAR ENDED JUNE 30, 2019**

	MD 19A			
	Water	Sewer	Lighting	Total
<b>Operating Revenues:</b>				
Charges for services	\$ 97,525	\$ 145,161	\$ 3,791	\$ 246,477
Other revenues	85	--	--	85
Total operating revenues	<u>97,610</u>	<u>145,161</u>	<u>3,791</u>	<u>246,562</u>
<b>Operating Expenses:</b>				
Services and supplies	262,481	42,625	375	305,481
Repairs and maintenance	42,217	85,240	382	127,839
Insurance	7,220	1,235	--	8,455
Utilities	22,163	11,366	2,851	36,380
Depreciation	80,420	3,364	--	83,784
Total operating expenses	<u>414,501</u>	<u>143,830</u>	<u>3,608</u>	<u>561,939</u>
Operating income (loss)	(316,891)	1,331	183	(315,377)
<b>Nonoperating Revenue:</b>				
Taxes	3,554	5,331	133	9,018
Investment income	5,021	2,324	58	7,403
Intergovernmental	204,182	--	--	204,182
Interest and fiscal charges	--	--	(95)	(95)
Total nonoperating revenue	<u>212,757</u>	<u>7,655</u>	<u>96</u>	<u>220,508</u>
Income Before Contributions and Transfers	(104,134)	8,986	279	(94,869)
Capital Contributions	70,400	--	--	70,400
Transfers	<u>45,840</u>	<u>24,456</u>	<u>--</u>	<u>70,296</u>
Change in net position	12,106	33,442	279	45,827
Net position - beginning of year	<u>833,480</u>	<u>117,684</u>	<u>(724)</u>	<u>950,440</u>
Net position - end of year	<u>\$ 845,586</u>	<u>\$ 151,126</u>	<u>\$ (445)</u>	<u>\$ 996,267</u>

**MAINTENANCE DISTRICT 19 – PARKWOOD  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
(CONTINUED)  
FOR THE YEAR ENDED JUNE 30, 2019**

	MD 19B		Total	MD 19A/B	
	Water	Lighting		ACO	Total
<b>Operating Revenues:</b>					
Charges for services	\$ 113,560	\$ 6,827	\$ 120,387	\$ 48,356	\$ 415,220
Other revenues	241	15	256	--	341
Total operating revenues	<u>113,801</u>	<u>6,842</u>	<u>120,643</u>	<u>48,356</u>	<u>415,561</u>
<b>Operating Expenses:</b>					
Services and supplies	33,373	560	33,933	--	339,414
Repairs and maintenance	54,875	71	54,946	--	182,785
Insurance	9,189	--	9,189	--	17,644
Utilities	28,207	7,380	35,587	--	71,967
Depreciation	--	--	--	--	83,784
Total operating expenses	<u>125,644</u>	<u>8,011</u>	<u>133,655</u>	<u>--</u>	<u>695,594</u>
Operating income (loss)	(11,843)	(1,169)	(13,012)	48,356	(280,033)
<b>Nonoperating Revenue:</b>					
Taxes	--	--	--	--	9,018
Investment income	2,230	--	2,230	2,199	11,832
Intergovernmental	--	--	--	--	204,182
Interest and fiscal charges	--	--	--	--	(95)
Total nonoperating revenue	<u>2,230</u>	<u>--</u>	<u>2,230</u>	<u>2,199</u>	<u>224,937</u>
Income Before Contributions and Transfers	(9,613)	(1,169)	(10,782)	50,555	(55,096)
Capital Contributions	--	--	--	--	70,400
Transfers	--	--	--	(70,296)	--
Change in net position	(9,613)	(1,169)	(10,782)	(19,741)	15,304
Net position - beginning of year	<u>129,141</u>	<u>(1,693)</u>	<u>127,448</u>	<u>148,273</u>	<u>1,226,161</u>
Net position - end of year	<u>\$ 119,528</u>	<u>\$ (2,862)</u>	<u>\$ 116,666</u>	<u>\$ 128,532</u>	<u>\$ 1,241,465</u>

**MAINTENANCE DISTRICT 19 – PARKWOOD  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**COMBINING STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2019**

	MD 19A			Total
	Water	Sewer	Lighting	
<b>Cash flows from operating activities:</b>				
Receipts from customers	\$ 97,251	\$ 143,759	\$ 3,756	\$ 244,766
Payments to suppliers	(281,826)	(174,980)	(3,745)	(460,551)
Net cash provided (used) by operating activities	(184,575)	(31,221)	11	(215,785)
<b>Cash flows from noncapital financing activities</b>				
Taxes	3,554	5,331	133	9,018
Operating grants	153,266	--	--	153,266
Transfer from (to) other divisions	73,448	24,456	--	97,904
Short-term note from County of Madera	250,000	--	--	250,000
Advances repayment to County of Madera	(45,840)	(24,456)	--	(70,296)
Net cash provided (used) by noncapital financing activities	434,428	5,331	133	439,892
<b>Cash flows from capital &amp; related financing activities</b>				
Acquisition and construction of capital assets	(70,400)	--	--	(70,400)
Net cash provided (used) by capital & related financing activities	(70,400)	--	--	(70,400)
<b>Cash flows from investing activities</b>				
Interest received	4,599	2,454	61	7,114
Net cash provided (used) by investing activities	4,599	2,454	61	7,114
<b>Net increase in cash and cash equivalents</b>	184,052	(23,436)	205	160,821
<b>Cash and cash equivalents, beginning of year</b>	137,014	120,582	1,423	259,019
<b>Cash and cash equivalents, end of year</b>	\$ 321,066	\$ 97,146	\$ 1,628	\$ 419,840
<b>Reconciliation of cash and cash equivalents to the statement of net position:</b>				
Cash and investments	\$ 256,899	\$ 97,146	\$ 1,628	\$ 355,673
Restricted cash and investments	64,167	--	--	64,167
Total cash and investments	\$ 321,066	\$ 97,146	\$ 1,628	\$ 419,840
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>				
Operating income (loss)	\$ (316,891)	\$ 1,331	\$ 183	\$ (315,377)
Adjustments to reconcile operating income (loss) to cash flows from operating activities:				
Depreciation	80,420	3,364	--	83,784
Changes in assets and liabilities:				
Decrease/(increase) in accounts receivable	(1,072)	(2,501)	(62)	(3,635)
Decrease/(increase) in due from County of Madera	(21)	--	--	(21)
Increase/(decrease) in accounts payable	52,348	2,073	--	54,421
Increase/(decrease) in due to County of Madera	(93)	(36,587)	(137)	(36,817)
Increase/(decrease) in deposits from others	414	620	15	1,049
Increase/(decrease) in unearned revenues	320	479	12	811
<b>Net Cash Provided (Used) by Operating Activities</b>	\$ (184,575)	\$ (31,221)	\$ 11	\$ (215,785)

**MAINTENANCE DISTRICT 19 – PARKWOOD  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**COMBINING STATEMENT OF CASH FLOWS (CONTINUED)  
FOR THE YEAR ENDED JUNE 30, 2019**

	MD 19B		MD 19A/B		Total
	Water	Lighting	Total	ACO	
<b>Cash flows from operating activities:</b>					
Receipts from customers	\$ 109,793	\$ 6,601	\$ 116,394	\$ 50,284	\$ 411,444
Payments to suppliers	(130,874)	(7,957)	(138,831)	--	(599,382)
Net cash provided (used) by operating activities	(21,081)	(1,356)	(22,437)	50,284	(187,938)
<b>Cash flows from noncapital financing activities</b>					
Taxes	--	--	--	--	9,018
Operating grants	--	--	--	--	153,266
Transfer from (to) other divisions	(28,702)	1,380	(27,322)	(70,582)	--
Short-term note from County of Madera	--	--	--	--	250,000
Advances repayment to County of Madera	--	--	--	--	(70,296)
Net cash provided (used) by noncapital financing activities	(28,702)	1,380	(27,322)	(70,582)	341,988
<b>Cash flows from capital &amp; related financing activities</b>					
Acquisition and construction of capital assets	--	--	--	--	(70,400)
Net cash provided (used) by capital & related financing activities	--	--	--	--	(70,400)
<b>Cash flows from investing activities</b>					
Interest received	2,595	(24)	2,571	2,409	12,094
Net cash provided (used) by investing activities	2,595	(24)	2,571	2,409	12,094
<b>Net increase in cash and cash equivalents</b>	(47,188)	--	(47,188)	(17,889)	95,744
<b>Cash and cash equivalents, beginning of year</b>	175,187	--	175,187	145,710	579,916
<b>Cash and cash equivalents, end of year</b>	\$ 127,999	\$ --	127,999	\$ 127,821	\$ 675,660
<b>Reconciliation of cash and cash equivalents to the statement of net position:</b>					
Cash and investments	\$ 127,999	\$ --	\$ 127,999	\$ 127,821	\$ 611,493
Restricted cash and investments	--	--	--	--	64,167
Total cash and investments	\$ 127,999	\$ --	\$ 127,999	\$ 127,821	\$ 675,660
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>					
Operating income (loss)	\$ (11,843)	\$ (1,169)	\$ (13,012)	\$ 48,356	\$ (280,033)
Adjustments to reconcile operating income (loss) to cash flows from operating activities:					
Depreciation	--	--	--	--	83,784
Changes in assets and liabilities:					
Decrease/(increase) in accounts receivable	(3,833)	(232)	(4,065)	1,928	(5,772)
Decrease/(increase) in due from County of Madera	(18)	--	(18)	--	(39)
Increase/(decrease) in accounts payable	22	--	22	--	54,443
Increase/(decrease) in due to County of Madera	(5,252)	54	(5,198)	--	(42,015)
Increase/(decrease) in deposits from others	566	34	600	--	1,649
Increase/(decrease) in unearned revenues	(723)	(43)	(766)	--	45
<b>Net Cash Provided (Used) by Operating Activities</b>	\$ (21,081)	\$ (1,356)	\$ (22,437)	\$ 50,284	\$ (187,938)

**MAINTENANCE DISTRICT 19 – PARKWOOD  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**COMBINING STATEMENT OF NET POSITION  
JUNE 30, 2018**

	MD 19A			
	Water	Sewer	Lighting	Total
<b>Assets</b>				
Current assets				
Cash	\$ 74,995	\$ 120,582	\$ 1,423	\$ 197,000
Cash and investments - restricted	62,019	--	--	62,019
Accounts receivable	18,526	26,220	652	45,398
Interest receivable	776	396	10	1,182
Due from other governments	29,764	--	--	29,764
Due from other divisions	50,785	--	--	50,785
Total current assets	<u>236,865</u>	<u>147,198</u>	<u>2,085</u>	<u>386,148</u>
Noncurrent assets				
Land	3,000	--	--	3,000
Infrastructure	1,237,007	724,469	--	1,961,476
Accumulated Depreciation	(536,122)	(666,501)	--	(1,202,623)
Total noncurrent assets	<u>703,885</u>	<u>57,968</u>	<u>--</u>	<u>761,853</u>
Total assets	<u>940,750</u>	<u>205,166</u>	<u>2,085</u>	<u>1,148,001</u>
<b>Liabilities</b>				
Current liabilities				
Accounts payable	12,893	413	--	13,306
Deposits from others	2,481	3,722	93	6,296
Due to County of Madera	45,392	57,894	191	103,477
Unearned revenue	664	997	25	1,686
Total current liabilities	<u>61,430</u>	<u>63,026</u>	<u>309</u>	<u>124,765</u>
Non-Current liabilities				
Advances from County of Madera	45,840	24,456	2,500	72,796
Total non-current liabilities	<u>45,840</u>	<u>24,456</u>	<u>2,500</u>	<u>72,796</u>
Total liabilities	<u>107,270</u>	<u>87,482</u>	<u>2,809</u>	<u>197,561</u>
<b>Net Position</b>				
Net investment in capital assets	703,885	57,968	--	761,853
Restricted for debt service	62,019	--	--	62,019
Unrestricted	67,576	59,716	(724)	126,568
Total net position	<u>\$ 833,480</u>	<u>\$ 117,684</u>	<u>\$ (724)</u>	<u>\$ 950,440</u>



**MAINTENANCE DISTRICT 19 – PARKWOOD  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**COMBINING STATEMENT OF NET POSITION – (CONTINUED)  
JUNE 30, 2018**

	MD 19B			MD 19A/B		Total
	Water	Lighting	Eliminations	Total	ACO	
<b>Assets</b>						
Current assets						
Cash	\$ 175,187	\$ --	\$ --	\$ 175,187	\$ 145,710	\$ 517,897
Cash and investments - restricted	--	--	--	--	--	62,019
Accounts receivable	17,303	1,050	--	18,353	1,928	65,679
Interest receivable	774	1	--	775	635	2,592
Due from other governments	--	--	--	--	--	29,764
Due from other divisions	2,319	--	(2,319)	--	--	50,785
Total current assets	<u>195,583</u>	<u>1,051</u>	<u>(2,319)</u>	<u>194,315</u>	<u>148,273</u>	<u>728,736</u>
Noncurrent assets						
Land	7,000	--	--	7,000	--	10,000
Depreciable assets	--	--	--	--	--	1,961,476
Accumulated Depreciation	--	--	--	--	--	(1,202,623)
Total noncurrent assets	<u>7,000</u>	<u>--</u>	<u>--</u>	<u>7,000</u>	<u>--</u>	<u>768,853</u>
Total assets	<u>202,583</u>	<u>1,051</u>	<u>(2,319)</u>	<u>201,315</u>	<u>148,273</u>	<u>1,497,589</u>
<b>Liabilities</b>						
Current liabilities						
Accounts payable	476	--	--	476	--	13,782
Deposits from others	5,289	321	--	5,610	--	11,906
Due to County of Madera	15,170	--	--	15,170	--	118,647
Due to other divisions	50,785	2,319	(2,319)	50,785	--	50,785
Unearned revenue	1,722	104	--	1,826	--	3,512
Total current liabilities	<u>73,442</u>	<u>2,744</u>	<u>(2,319)</u>	<u>73,867</u>	<u>--</u>	<u>198,632</u>
Non-Current liabilities						
Advances from County of Madera	--	--	--	--	--	72,796
Total non-current liabilities	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>72,796</u>
Total liabilities	<u>73,442</u>	<u>2,744</u>	<u>(2,319)</u>	<u>73,867</u>	<u>--</u>	<u>271,428</u>
<b>Net Position</b>						
Net investment in capital assets	7,000	--	--	7,000	--	768,853
Restricted for debt service	--	--	--	--	--	62,019
Unrestricted	122,141	(1,693)	--	120,448	148,273	395,289
Total net position	<u>\$ 129,141</u>	<u>\$ (1,693)</u>	<u>\$ --</u>	<u>\$ 127,448</u>	<u>\$ 148,273</u>	<u>\$ 1,226,161</u>

**MAINTENANCE DISTRICT 19 – PARKWOOD  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION –  
FOR THE YEAR ENDED JUNE 30, 2018**

	MD 19A			
	Water	Sewer	Lighting	Total
<b>Operating Revenues:</b>				
Charges for services	\$ 99,489	\$ 148,717	\$ 3,712	\$ 251,918
Other revenues	482	81	2	565
Total operating revenues	<u>99,971</u>	<u>148,798</u>	<u>3,714</u>	<u>252,483</u>
<b>Operating Expenses:</b>				
Services and supplies	71,520	48,856	--	120,376
Repairs and maintenance	37,057	58,322	1,353	96,732
Insurance	1,291	2,870	--	4,161
Utilities	23,825	14,763	3,419	42,007
Depreciation	80,420	7,766	--	88,186
Total operating expenses	<u>214,113</u>	<u>132,577</u>	<u>4,772</u>	<u>351,462</u>
Operating income (loss)	(114,142)	16,221	(1,058)	(98,979)
<b>Nonoperating Revenue:</b>				
Taxes	3,208	4,812	120	8,140
Investment income	7,037	1,429	36	8,502
Intergovernmental	35,555	--	--	35,555
Loss on disposition of assets	--	--	--	--
Interest and fiscal charges	(6,097)	--	--	(6,097)
Total nonoperating revenue	<u>39,703</u>	<u>6,241</u>	<u>156</u>	<u>46,100</u>
Change in net position	(74,439)	22,462	(902)	(52,879)
Net position - beginning of year	<u>907,919</u>	<u>95,222</u>	<u>178</u>	<u>1,003,319</u>
Net position - end of year	<u>\$ 833,480</u>	<u>\$ 117,684</u>	<u>\$ (724)</u>	<u>\$ 950,440</u>

**MAINTENANCE DISTRICT 19 – PARKWOOD  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION –  
(CONTINUED)  
FOR THE YEAR ENDED JUNE 30, 2018**

	MD 19B			MD 19A/B	
	Water	Lighting	Total	ACO	Total
<b>Operating Revenues:</b>					
Charges for services	\$ 119,300	\$ 7,248	\$ 126,548	\$ 53,372	\$ 431,838
Other revenues	236	14	250	--	815
Total operating revenues	119,536	7,262	126,798	53,372	432,653
<b>Operating Expenses:</b>					
Services and supplies	44,942	--	44,942	--	165,318
Repairs and maintenance	49,735	--	49,735	--	146,467
Insurance	1,578	--	1,578	--	5,739
Utilities	29,119	8,441	37,560	--	79,567
Depreciation	--	--	--	--	88,186
Total operating expenses	125,374	8,441	133,815	--	485,277
Operating income (loss)	(5,838)	(1,179)	(7,017)	53,372	(52,624)
<b>Nonoperating Revenue:</b>					
Taxes	--	--	--	--	8,140
Investment income	2,246	--	2,246	1,904	12,652
Intergovernmental	--	--	--	--	35,555
Loss on disposition of capital assets	(1,000)	--	(1,000)	--	(1,000)
Interest and fiscal charges	--	--	--	--	(6,097)
Total nonoperating revenue	1,246	--	1,246	1,904	49,250
Change in net position	(4,592)	(1,179)	(5,771)	55,276	(3,374)
Net position - beginning of year	133,733	(514)	133,219	92,997	1,229,535
Net position - end of year	\$ 129,141	\$ (1,693)	\$ 127,448	\$ 148,273	\$ 1,226,161

**MAINTENANCE DISTRICT 19 – PARKWOOD  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**COMBINING STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2018**

	MD 19A			
	Water	Sewer	Lighting	Total
<b>Cash flows from operating activities:</b>				
Receipts from customers	\$ 98,817	\$ 146,553	\$ 3,646	\$ 249,016
Payments to suppliers	(135,887)	(111,658)	(4,805)	(252,350)
Net cash provided (used) by operating activities	<u>(37,070)</u>	<u>34,895</u>	<u>(1,159)</u>	<u>(3,334)</u>
<b>Cash flows from noncapital financing activities</b>				
Taxes	3,208	4,812	120	8,140
Operating grants	15,666	--	--	15,666
Transfer from (to) other divisions	(1,761)	--	(69)	(1,830)
Advances repayment to County of Madera	--	--	2,500	2,500
Net cash provided (used) by noncapital financing activities	<u>17,113</u>	<u>4,812</u>	<u>2,551</u>	<u>24,476</u>
<b>Cash flows from capital &amp; related financing activities</b>				
Acquisition and construction of capital assets	--	--	--	--
Interest paid on capital debt	(6,097)	--	--	(6,097)
Net cash provided (used) by capital & related financing activities	<u>(6,097)</u>	<u>--</u>	<u>--</u>	<u>(6,097)</u>
<b>Cash flows from investing activities</b>				
Interest received	6,770	1,243	31	8,044
Net cash provided (used) by investing activities	<u>6,770</u>	<u>1,243</u>	<u>31</u>	<u>8,044</u>
<b>Net increase in cash and cash equivalents</b>	(19,284)	40,950	1,423	23,089
<b>Cash and cash equivalents, beginning of year</b>	156,298	79,632	--	235,930
<b>Cash and cash equivalents, end of year</b>	<u>\$ 137,014</u>	<u>\$ 120,582</u>	<u>\$ 1,423</u>	<u>\$ 259,019</u>
<b>Reconciliation of cash and cash equivalents to the statement of net position:</b>				
Cash and investments per statement of net position	\$ 74,995	\$ 120,582	\$ 1,423	\$ 197,000
Restricted cash and investments per statement of net position	62,019	--	--	62,019
Total cash and investments per statement of net position	<u>\$ 137,014</u>	<u>\$ 120,582</u>	<u>\$ 1,423</u>	<u>\$ 259,019</u>
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>				
Operating income (loss)	\$ (114,142)	\$ 16,221	\$ (1,058)	\$ (98,979)
Adjustments to reconcile operating income (loss) to cash flows from operating activities:				
Depreciation	80,420	7,766	--	88,186
Changes in assets and liabilities:				
Decrease/(increase) in accounts receivable	(2,082)	(3,593)	(104)	(5,779)
Increase/(decrease) in accounts payable	10,859	(543)	--	10,316
Increase/(decrease) in due to County of Madera	(13,053)	13,696	(33)	610
Increase/(decrease) in deposits from others	637	918	25	1,580
Increase/(decrease) in unearned revenues	291	430	11	732
<b>Net Cash Provided (Used) by Operating Activities</b>	<u>\$ (37,070)</u>	<u>\$ 34,895</u>	<u>\$ (1,159)</u>	<u>\$ (3,334)</u>

**MAINTENANCE DISTRICT 19 – PARKWOOD  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**COMBINING STATEMENT OF CASH FLOWS – (CONTINUED)  
FOR THE YEAR ENDED JUNE 30, 2018**

	MD 19B		MD 19A/B		Total
	Water	Lighting	Total	ACO	
<b>Cash flows from operating activities:</b>					
Receipts from customers	\$ 119,272	\$ 7,235	\$ 126,507	\$ 51,444	\$ 426,967
Payments to suppliers	(130,795)	(8,441)	(139,236)	--	(391,586)
Net cash provided (used) by operating activities	(11,523)	(1,206)	(12,729)	51,444	35,381
<b>Cash flows from noncapital financing activities</b>					
Taxes	--	--	--	--	8,140
Operating grants	--	--	--	--	15,666
Transfer from (to) other divisions	652	1,178	1,830	--	--
Advances repayment to County of Madera	--	--	--	--	2,500
Net cash provided (used) by noncapital financing activities	652	1,178	1,830	--	26,306
<b>Cash flows from capital &amp; related financing activities</b>					
Acquisition and construction of capital assets	--	--	--	--	--
Interest paid on capital debt	--	--	--	--	(6,097)
Net cash provided (used) by capital & related financing activities	--	--	--	--	(6,097)
<b>Cash flows from investing activities</b>					
Interest received	1,959	28	1,987	1,525	11,556
Net cash provided (used) by investing activities	1,959	28	1,987	1,525	11,556
<b>Net increase in cash and cash equivalents</b>	(8,912)	--	(8,912)	52,969	67,146
<b>Cash and cash equivalents, beginning of year</b>	184,099	--	184,099	92,741	512,770
<b>Cash and cash equivalents, end of year</b>	\$ 175,187	\$ --	175,187	\$ 145,710	\$ 579,916
<b>Reconciliation of cash and cash equivalents to the statement of net position:</b>					
Cash and investments	\$ 175,187	\$ --	\$ 175,187	\$ 145,710	\$ 517,897
Restricted cash and investments	--	--	--	--	62,019
Total cash and investments	\$ 175,187	\$ --	\$ 175,187	\$ 145,710	\$ 579,916
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>					
Operating income (loss)	\$ (5,838)	\$ (1,179)	\$ (7,017)	\$ 53,372	\$ (52,624)
Adjustments to reconcile operating income (loss) to cash flows from operating activities:					
Depreciation	--	--	--	--	88,186
Changes in assets and liabilities:					
Decrease/(increase) in accounts receivable	(1,321)	(98)	(1,419)	(1,928)	(9,126)
Increase/(decrease) in accounts payable	(117)	--	(117)	--	10,199
Increase/(decrease) in due to County of Madera	(5,304)	--	(5,304)	--	(4,694)
Increase/(decrease) in deposits from others	985	65	1,050	--	2,630
Increase/(decrease) in unearned revenues	72	6	78	--	810
<b>Net Cash Provided (Used) by Operating Activities</b>	\$ (11,523)	\$ (1,206)	\$ (12,729)	\$ 51,444	\$ 35,381