

**MAINTENANCE DISTRICT 22 – OAKHURST & SUNNYDALE
(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 22 – OAKHURST & SUNNYDALE
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

JUNE 30, 2019 AND 2018

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INDEPENDENT AUDITORS' REPORT

Board of Supervisors
Madera County

Report on the Financial Statements

We have audited the accompanying financial statements of Maintenance District 22 – Oakhurst and Sunnydale (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 22 – Oakhurst and Sunnydale as of June 30, 2019 and 2018, and the changes in financial position and cash flows thereof 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.



CliftonLarsonAllen LLP

Roseville, California
May 18, 2020

BASIC FINANCIAL STATEMENTS

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**MAINTENANCE DISTRICT 22 – OAKHURST & SUNNYDALE
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

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

	2019	2018
Assets		
Current assets		
Cash and investments	\$ 4,381,704	\$ 2,278,502
Cash and investments - restricted	982,607	1,283,987
Accounts receivable	208,412	162,567
Interest receivable	18,378	16,641
Due from other governments	1,758	--
Total current assets	5,592,859	3,741,697
Noncurrent assets		
Long term receivables	6,721,193	6,865,555
Land	840,944	840,944
Depreciable assets	30,079,061	30,079,061
Accumulated Depreciation	(9,671,273)	(9,014,966)
Total noncurrent assets	27,969,925	28,770,594
Total assets	33,562,784	32,512,291
Liabilities		
Current liabilities		
Accounts payable	58,347	12,586
Interest payable	129,485	138,369
Deposits from others	10,147	7,597
Due to County of Madera	137,195	226,668
Unearned revenue	5,492	6,315
Bonds payable, current portion	141,000	143,200
Certificates of participation, current portion	107,400	103,000
Total current liabilities	589,066	637,735
Non-Current liabilities		
Bonds payable	6,141,700	6,665,700
Certificates of participation	4,561,830	4,669,230
Total non-current liabilities	10,703,530	11,334,930
Total liabilities	11,292,596	11,972,665
Net Position		
Net investment in capital assets	10,296,802	10,323,909
Restricted for debt service	982,607	1,283,987
Unrestricted	10,990,779	8,931,730
Total net position	\$ 22,270,188	\$ 20,539,626

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

**MAINTENANCE DISTRICT 22 – OAKHURST & SUNNYDALE
(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
Operating Revenues:		
Charges for services	\$ 1,296,809	\$ 1,224,410
Other revenues	2,040,520	15,021
Total operating revenues	3,337,329	1,239,431
Operating Expenses:		
Services and supplies	308,466	219,315
Repairs and maintenance	505,078	489,575
Insurance	31,972	16,372
Utilities	177,064	151,907
Depreciation	656,307	656,634
Total operating expenses	1,678,887	1,533,803
Operating income (loss)	1,658,442	(294,372)
Nonoperating Revenue (Expenses):		
Taxes	91,123	89,378
Assessments	341,923	350,733
Investment income	78,173	50,545
Interest and fiscal charges	(439,099)	(463,067)
Total nonoperating revenue	72,120	27,589
Change in Net Position	1,730,562	(266,783)
Net position - beginning of year	20,539,626	20,806,409
Net position - end of year	\$ 22,270,188	\$ 20,539,626

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

**MAINTENANCE DISTRICT 22 – OAKHURST & SUNNYDALE
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

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

	2019	2018
Cash Flows From Operating Activities:		
Receipts from customers	\$ 3,291,453	\$ 1,250,840
Payments to suppliers	(1,066,292)	(922,440)
Net Cash Provided (Used) by Operating Activities	2,225,161	328,400
Cash Flows From Noncapital Financing Activities:		
Taxes received	91,123	89,378
Net Cash Provided by Noncapital Financing Activities	91,123	89,378
Cash Flows From Capital and Related Financing Activities:		
Assessments	486,285	495,985
Principal paid on capital debt	(629,200)	(236,700)
Interest paid on capital debt	(447,983)	(465,727)
Net Cash Provided (Used) by Capital and Related Financing Activities	(590,898)	(206,442)
Cash Flows From Investing Activities:		
Interest on investments	76,436	43,684
Net Cash Provided by Investing Activities	76,436	43,684
Net Increase in Cash and Cash Equivalents	1,801,822	255,020
Cash and Cash Equivalents, Beginning of Year	3,562,489	3,307,469
Cash and Cash Equivalents, End of Year	\$ 5,364,311	\$ 3,562,489
Reconciliation of Cash and Cash Equivalents to the Statement of Net Position		
Cash and Investments	\$ 4,381,704	\$ 2,278,502
Restricted Cash and Investments	982,607	1,283,987
Total Cash and Investments per Statement of Net Position	\$ 5,364,311	\$ 3,562,489

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

**MAINTENANCE DISTRICT 22 – OAKHURST & SUNNYDALE
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**STATEMENTS OF CASH FLOWS – (Continued)
FOR THE YEAR ENDED JUNE 30, 2019 AND 2018**

	2019	2018
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	\$ 1,658,442	\$ (294,372)
Adjustments to reconcile operating income (loss) to cash flows from operating activities:		
Depreciation	656,307	656,634
Changes in assets and liabilities:		
Decrease/(increase) in accounts receivable	(45,845)	7,725
Decrease/(increase) in due from County of Madera	(1,758)	--
Increase/(decrease) in accounts payable	45,761	(20,455)
Increase/(decrease) in due to County of Madera	(89,473)	(24,816)
Increase/(decrease) in unearned revenues	(823)	1,584
Increase/(decrease) in deposits from others	2,550	2,100
	<u>\$ 2,225,161</u>	<u>\$ 328,400</u>
Net Cash Provided (Used) by Operating Activities	\$ 2,225,161	\$ 328,400

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

NOTES TO THE BASIC FINANCIAL STATEMENTS

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**MAINTENANCE DISTRICT 22 – OAKHURST & SUNNYDALE
(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 22 - Oakhurst & Sunnydale** (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 is located in Madera County Supervisorial District 5 in the community of Oakhurst. The district was formed on April 5, 1966 by Resolution No. 66-74 and provides sewer services for 1,604.4 improved units and 469.3 standby units. The funding for the sewer system operations is derived from charges for sewer services. In addition to the charges for sewer services, the District receives property taxes to cover operating expenses of the District. The District also receives assessments to cover debt service payments.

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.

**MAINTENANCE DISTRICT 22 – OAKHURST & SUNNYDALE
(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)

E. Receivables

Receivables consist of fees charged for sewer services, property taxes, assessments, and interest from the County of Madera. 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.

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
Sewer 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 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.”

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

**MAINTENANCE DISTRICT 22 – OAKHURST & SUNNYDALE
(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)

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.

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	\$ 4,381,704	\$ 2,278,502
Cash and investments - restricted	982,607	1,283,987
Total cash and investments	\$ 5,364,311	\$ 3,562,489
Cash and Investments held in County Treasury	\$ 5,364,311	\$ 3,562,489

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 22 – OAKHURST & SUNNYDALE
(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:

	Balance July 1, 2018	Additions	Retirements	Balance June 30, 2019
Capital assets, not being depreciated:				
Land	\$ 840,944		\$ --	\$ 840,944
Total capital assets, not being depreciated	840,944	--	--	840,944
Capital assets, being depreciated:				
Infrastructure	29,439,334	--	--	29,439,334
Sewer Systems	639,727	--	--	639,727
Total capital assets, being depreciated	30,079,061	--	--	30,079,061
Less accumulated depreciation for:				
Infrastructure	(8,644,287)	(605,721)	--	(9,250,008)
Sewer Systems	(370,679)	(50,586)	--	(421,265)
Total accumulated depreciation	(9,014,966)	(656,307)	--	(9,671,273)
Total capital assets, being depreciated, net	21,064,095	(656,307)	--	20,407,788
Total capital assets, net	<u>\$ 21,905,039</u>	<u>\$ (656,307)</u>	<u>\$ --</u>	<u>\$ 21,248,732</u>

Depreciation expense of \$656,307 was charged to the District.

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

	Balance July 1, 2017	Additions	Retirements	Balance June 30, 2018
Capital assets, not being depreciated:				
Land	\$ 840,944	\$ --	\$ --	\$ 840,944
Total capital assets, not being depreciated	840,944	--	--	840,944
Capital assets, being depreciated:				
Sewer Systems	29,439,334			29,439,334
Equipment	639,727	--	--	639,727
Total capital assets, being depreciated	30,079,061	--	--	30,079,061
Less accumulated depreciation for:				
Sewer Systems	(8,038,239)	\$ (606,048)		(8,644,287)
Equipment	(320,093)	(50,586)	--	(370,679)
Total accumulated depreciation	(8,358,332)	(656,634)	--	(9,014,966)
Total capital assets, being depreciated, net	21,720,729	(656,634)	--	21,064,095
Total capital assets, net	<u>\$ 22,561,673</u>	<u>\$ (656,634)</u>	<u>\$ --</u>	<u>\$ 21,905,039</u>

Depreciation expense of \$656,634 was charged to the District.

**MAINTENANCE DISTRICT 22 – OAKHURST & SUNNYDALE
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

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

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 maintenance services. The District's accounting and clerical functions are performed by County personnel. County of Madera charges the District for administrative costs incurred. Amounts due to the County of Madera are as follows:

	Balance July 1, 2018	Additions	Deletions	Balance July 1, 2019
Due to County	226,668	137,195	(226,668)	137,195
	<u>\$ 226,668</u>	<u>\$ 137,195</u>	<u>\$ (226,668)</u>	<u>\$ 137,195</u>

	Balance July 1, 2017	Additions	Deletions	Balance July 1, 2018
Due to County	251,484	226,668	(251,484)	226,668
	<u>\$ 251,484</u>	<u>\$ 226,668</u>	<u>\$ (251,484)</u>	<u>\$ 226,668</u>

NOTE 5: LONG-TERM LIABILITIES

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

	Balance July 1, 2018	Additions	Deletions	Balance June 30, 2019	Due Within One Year
Bonds and COPs from Direct Placement					
Limited Obligation Improvement Bonds, Series 2004 A & B	\$ 6,808,900	\$ --	\$ (526,200)	\$ 6,282,700	\$ 141,000
Certificates of Participation Series, 2004-C - Oakhurst Wastewater Facility Project	2,072,230	--	(54,000)	2,018,230	56,400
Certificates of Participation - 2014 Wastewater System Improvement Project	2,700,000	--	(49,000)	2,651,000	51,000
	<u>\$ 11,581,130</u>	<u>\$ --</u>	<u>\$ (629,200)</u>	<u>\$10,951,930</u>	<u>\$ 248,400</u>

**MAINTENANCE DISTRICT 22 – OAKHURST & SUNNYDALE
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

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

NOTE 5: LONG-TERM LIABILITIES (Continued)

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

	Balance July 1, 2017	Additions	Deletions	Balance June 30, 2018	Due Within One Year
Bonds and COPs from Direct Placement					
Limited Obligation Improvement Bonds, Series 2004 A & B	\$ 6,945,900	\$ --	\$ (137,000)	\$ 6,808,900	\$ 143,200
Certificates of Participation Series, 2004-C - Oakhurst Wastewater Facility Project	2,123,930	--	(51,700)	2,072,230	54,000
Certificates of Participation - 2014 Wastewater System Improvement Project	2,748,000	--	(48,000)	2,700,000	49,000
	<u>\$ 11,817,830</u>	<u>\$ --</u>	<u>\$ (236,700)</u>	<u>\$11,581,130</u>	<u>\$ 246,200</u>

Limited Obligation Improvement Bonds, Series 2004 A & B

The District issued limited obligation improvement bonds, Series 2004 A & B on March 24, 2004 for the Oakhurst Wastewater Facilities Project. The original issue amount was \$8,471,064. The bonds were purchased by the United States Department of Agriculture (USDA) Rural Development – Rural Utilities Service. The bonds mature in year 2044. The interest rate is 4.5%. Annual principal installments range from \$141,000 to \$405,300. The District pledged a portion of special assessments revenue to repay the bonds. The outstanding principal balance was \$6,282,700 and \$6,808,900 at June 30, 2019 and June 30, 2018, respectively.

Certificates of Participation Series, 2004-C (Oakhurst Wastewater Facility Project)

On March 24, 2004, the District issued \$3,091,782 Certificates of Participation for the Oakhurst Wastewater Facilities Project. The Certificates of Participation mature in year 2044. The Certificates of Participation (COPs) were purchased by the USDA. The interest rate is 4.5%. Annual principal installments range from \$54,000 to \$111,830. The outstanding principal balance was \$2,018,230 and \$2,072,230 at June 30, 2019 and June 30, 2018, respectively.

Certificates of Participation - 2014 Wastewater System Improvement Project

On June 17, 2014, the District issued \$2,886,000 Certificates of Participation for the Wastewater System Improvement Project. The Certificates of Participation mature on June 1, 2054. The Certificates of Participation (COPs) were purchased by the USDA. The interest rate is 2.25%. Annual principal installments range from \$49,000 to \$108,000. The outstanding principal balance was \$2,651,000 and \$2,700,000 at June 30, 2019 and June 30, 2018, respectively.

**MAINTENANCE DISTRICT 22 – OAKHURST & SUNNYDALE
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

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

NOTE 5: LONG-TERM LIABILITIES (Continued)

Annual debt service requirements of the District to maturity are as follows:

<u>Fiscal Year ending June 30, 2019</u>			<u>Fiscal Year ending June 30, 2018</u>		
Limited Obligation Improvement Bonds, Series 2004 A & B			Limited Obligation Improvement Bonds, Series 2004 A & B		
Year ending June 30,	Principal	Interest	Year ending June 30,	Principal	Interest
2020	141,000	279,549	2019	143,200	303,179
2021	147,300	273,062	2020	149,600	296,591
2022	154,000	266,283	2021	156,300	289,708
2023	160,900	259,197	2022	163,400	282,515
2024	168,100	251,795	2023	170,700	274,997
2025-2029	961,200	1,135,723	2024-2028	975,700	1,249,873
2030-2034	1,197,800	894,343	2029-2033	1,216,200	1,004,238
2035-2039	1,492,500	592,944	2034-2038	1,515,400	698,135
2040-2044	1,859,900	216,571	2039-2043	1,888,400	316,665
	<u>\$ 6,282,700</u>	<u>\$ 4,169,467</u>	2044	430,000	9,675
				<u>\$ 6,808,900</u>	<u>\$ 4,725,576</u>
Certificates of Participation Series, 2004-C Oakhurst Wastewater Facility Project			Certificates of Participation Series, 2004-C Oakhurst Wastewater Facility Project		
Year ending June 30,	Principal	Interest	Year ending June 30,	Principal	Interest
2020	56,400	89,551	2019	54,000	92,035
2021	59,000	86,955	2020	56,400	89,551
2022	61,600	84,241	2021	59,000	86,955
2023	64,400	81,406	2022	61,600	84,241
2024	67,300	78,443	2023	64,400	81,406
2025-2029	384,800	342,884	2024-2028	368,200	359,827
2030-2034	479,400	246,031	2029-2033	458,800	267,140
2035-2039	597,400	125,354	2034-2038	571,700	151,659
2040-2041	247,930	10,612	2039-2041	378,130	24,697
	<u>\$ 2,018,230</u>	<u>\$ 1,145,477</u>		<u>\$ 2,072,230</u>	<u>\$ 1,237,511</u>

**MAINTENANCE DISTRICT 22 – OAKHURST & SUNNYDALE
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

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

NOTE 5: LONG-TERM LIABILITIES (Continued)

<u>Fiscal Year ending June 30, 2019</u>			<u>Fiscal Year ending June 30, 2018</u>		
Certificates of Participation - 2014 Wastewater System Improvement Project			Certificates of Participation - 2014 Wastewater System Improvement Project		
Year ending June 30,	Principal	Interest	Year ending June 30,	Principal	Interest
2020	51,000	59,647	2019	49,000	60,750
2021	52,000	58,500	2020	51,000	59,648
2022	53,000	57,330	2021	52,000	58,500
2023	54,000	56,137	2022	53,000	57,330
2024	55,000	54,922	2023	54,000	56,138
2025-2029	296,000	255,375	2024-2028	289,000	261,878
2030-2034	331,000	220,567	2029-2033	324,000	227,857
2035-2039	370,000	181,597	2034-2038	362,000	189,742
2040-2044	413,000	138,060	2039-2043	404,000	147,150
2045-2049	460,000	89,550	2044-2048	450,000	99,675
2050-2054	516,000	35,327	2049-2053	504,000	46,665
	<u>\$ 2,651,000</u>	<u>\$ 1,207,012</u>	2054	108,000	2,430
				<u>\$ 2,700,000</u>	<u>\$ 1,267,763</u>

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 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 7: SUBSEQUENT EVENT

Subsequent to year-end, the World Health Organization declared the spread of Coronavirus Disease (COVID-19) a worldwide pandemic. The COVID-19 pandemic is having significant effects on global markets, supply chains, businesses and communities.

Specific to Maintenance District 22, COVID-19 may impact the timing of receipts for utility and assessment billings. Management believes MD22 is taking appropriate actions to mitigate the potential negative impact. However, the full impact of COVID-19 is unknown and cannot be reasonably estimated as these events occurred subsequent to year end and are still developing.