

**MAINTENANCE DISTRICT 27 – GOLDSIDE ESTATES
(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 27 – GOLDSIDE ESTATES
(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 27 – Goldside Estates (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 27 – Goldside Estates 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.

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The supplementary information on pages 12-17 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepared the financial statements or to the 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 financial statements as a whole.



CliftonLarsonAllen LLP

Roseville, California
May 19, 2020

BASIC FINANCIAL STATEMENTS

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**MAINTENANCE DISTRICT 27 – GOLDSIDE ESTATES
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

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

	2019	2018
Assets		
Current assets		
Cash	\$ 69,993	\$ 94,327
Cash and investments - restricted	11,371	10,782
Accounts receivable	22,473	20,989
Interest receivable	292	470
Due from County of Madera	11	--
Total current assets	104,140	126,568
Noncurrent assets		
Land	107,671	107,671
Infrastructure	848,128	848,128
Accumulated Depreciation	(419,370)	(403,090)
Total noncurrent assets	536,429	552,709
Total assets	640,569	679,277
Liabilities		
Current liabilities		
Accounts payable	5,197	1,955
Interest payable	1,285	1,327
Deposits from others	3,750	2,700
Due to County of Madera	34,338	20,543
Unearned revenue	3,796	2,035
Note payable, current portion	4,000	3,900
Total current liabilities	52,366	32,460
Non-Current liabilities		
Note payable	114,600	118,600
Total non-current liabilities	114,600	118,600
Total liabilities	166,966	151,060
Net Position		
Net investment in capital assets	417,829	430,209
Restricted for debt service	11,371	10,782
Unrestricted	44,403	87,226
Total net position	\$ 473,603	\$ 528,217

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

**MAINTENANCE DISTRICT 27 – GOLDSIDE ESTATES
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

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

	2019	2018
Operating Revenues:		
Charges for services	\$ 135,271	\$ 137,829
Other revenues	147	-
Total operating revenues	135,418	137,829
Operating Expenses:		
Services and supplies	47,135	41,561
Repairs and maintenance	99,071	79,916
Insurance	3,196	2,995
Utilities	22,122	21,306
Depreciation	16,280	16,432
Total operating expenses	187,804	162,210
Operating income (loss)	(52,386)	(24,381)
Nonoperating Revenue:		
Taxes	94	108
Investment income	1,554	1,699
Interest and fiscal charges	(3,876)	(4,002)
Total nonoperating revenue	(2,228)	(2,195)
Change in net position	(54,614)	(26,576)
Net position - beginning of year	528,217	554,793
Net position - end of year	\$ 473,603	\$ 528,217

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

**MAINTENANCE DISTRICT 27 – GOLDSIDE ESTATES
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

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

	2019	2018
Cash flows from operating activities:		
Receipts from customers	\$ 136,734	\$ 132,652
Payments to suppliers	(154,487)	(159,359)
Net cash provided (used) by operating activities	(17,753)	(26,707)
Cash flows from noncapital financing activities		
Taxes	94	108
Net cash provided (used) by noncapital financing activities	94	108
Cash flows from capital & related financing activities		
Principal paid on capital debt	(3,900)	(3,800)
Interest paid on capital debt	(3,918)	(4,043)
Net cash provided (used) by capital & related financing activities	(7,818)	(7,843)
Cash flows from investing activities		
Interest received	1,732	1,617
Net cash provided (used) by investing activities	1,732	1,617
Net increase (decrease) in cash and cash equivalents	(23,745)	(32,825)
Cash and cash equivalents, beginning of year	105,109	137,934
Cash and cash equivalents, end of year	\$ 81,364	\$ 105,109
Reconciliation of cash and cash equivalents to the statement of net position		
Cash	\$ 69,993	\$ 94,327
Cash and investments - restricted	11,371	10,782
Total cash and cash equivalents	\$ 81,364	\$ 105,109
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	\$ (52,386)	\$ (24,381)
Adjustments to reconcile operating income (loss) to cash flows from operating activities:		
Depreciation	16,280	16,432
Changes in assets and liabilities:		
Decrease/(increase) in accounts receivable	(1,484)	(6,127)
Decrease/(increase) in due from County of Madera	(11)	--
Increase/(decrease) in accounts payable	3,242	(446)
Increase/(decrease) in due to County of Madera	13,795	(13,135)
Increase/(decrease) in deposits from others	1,050	600
Increase/(decrease) in unearned revenues	1,761	350
Net Cash Provided (Used) by Operating Activities	\$ (17,753)	\$ (26,707)

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 27 – GOLDSIDE ESTATES
(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 27 - Goldside Estates** (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 provides wastewater and drainage services for 142 residential lots. The District is located in Madera County Supervisorial District 5 between the communities of Ahwahnee and Oakhurst. The district was formed on August 22, 1972 by Resolution No. 72-424.

The Goldside Estates Sewer System provides sewer service to 140 improved units and 2 standby units. The District's drainage system consists of culverts and ditches located throughout the District that collect runoff from the hillsides and roads. The funding for the sewer system and drainage system operations is derived from charges for sewer and drainage services. The sewer and drainage rates are billed monthly and were last set on February 1, 2005 by Ordinance No. 603 with an annual Consumer Price Index adjustment.

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.

**MAINTENANCE DISTRICT 27 – GOLDSIDE ESTATES
(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)

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 sewer and drainage services, property taxes, 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

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.

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.”

**MAINTENANCE DISTRICT 27 – GOLDSIDE ESTATES
(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)

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.

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	\$ 69,993	\$ 94,327
Cash and investments - restricted	11,371	10,782
Deposits held with County of Madera Investment Pool	\$ 81,364	\$ 105,109

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 27 – GOLDSIDE ESTATES
(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	\$ 107,671	\$ --	\$ --	\$ 107,671
Total capital assets, not being depreciated	107,671	--	--	107,671
Capital assets, being depreciated:				
Sewer systems	848,128	--	--	848,128
Total capital assets, being depreciated	848,128	--	--	848,128
Less accumulated depreciation for:				
Sewer systems	(403,090)	(16,280)	--	(419,370)
Total accumulated depreciation	(403,090)	(16,280)	--	(419,370)
Total capital assets, being depreciated, net	445,038	(16,280)	--	428,758
Total capital assets, net	<u>\$ 552,709</u>	<u>\$ (16,280)</u>	<u>\$ --</u>	<u>\$ 536,429</u>

Depreciation expense of \$16,280 was charged to the sewer service function of 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	107,671	\$ --	\$ --	\$ 107,671
Total capital assets, not being depreciated	107,671	--	--	107,671
Capital assets, being depreciated:				
Sewer systems	848,128	--	--	848,128
Total capital assets, being depreciated	848,128	--	--	848,128
Less accumulated depreciation for:				
Sewer systems	(386,658)	(16,432)	--	(403,090)
Total accumulated depreciation	(386,658)	(16,432)	--	(403,090)
Total capital assets, being depreciated, net	461,470	(16,432)	--	445,038
Total capital assets, net	<u>\$ 569,141</u>	<u>\$ (16,432)</u>	<u>\$ --</u>	<u>\$ 552,709</u>

Depreciation expense of \$16,432 was charged to the sewer service function of the District.

**MAINTENANCE DISTRICT 27 – GOLDSIDE ESTATES
(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 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.

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	\$ 20,543	\$ 34,338	\$ (20,543)	\$ 34,338
	<u>\$ 20,543</u>	<u>\$ 34,338</u>	<u>\$ (20,543)</u>	<u>\$ 34,338</u>

	Balance July 1, 2017	Additions	Deletions	Balance June 30, 2018
Amounts due to County of Madera	\$ 33,678	\$ 20,543	\$ (33,678)	\$ 20,543
	<u>\$ 33,678</u>	<u>\$ 20,543</u>	<u>\$ (33,678)</u>	<u>\$ 20,543</u>

NOTE 5: NOTE PAYABLE

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

	Balance July 1, 2018	Additions	Deletions	Balance June 30, 2019	Due Within One Year
USDA - Rural Development Note Payable	\$ 122,500	\$ -	\$ (3,900)	\$ 118,600	\$ 4,000
Total	<u>\$ 122,500</u>	<u>\$ -</u>	<u>\$ (3,900)</u>	<u>\$ 118,600</u>	<u>\$ 4,000</u>

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

	Balance July 1, 2017	Additions	Deletions	Balance June 30, 2018	Due Within One Year
USDA - Rural Development Note Payable	\$ 126,300	\$ -	\$ (3,800)	\$ 122,500	\$ 3,900
Total	<u>\$ 126,300</u>	<u>\$ -</u>	<u>\$ (3,800)</u>	<u>\$ 122,500</u>	<u>\$ 3,900</u>

United States Department of Agriculture Rural Development Note Payable

On December 9, 1999 the District borrowed \$175,190 from the United States Department of Agriculture Rural Development for facilities improvements. The term of this loan is 40 years at a stated interest rate of 3.25%. Payments are due semi-annually on March 2nd and September 2nd of each year. The repayment period commenced on March 2, 2000. The balances outstanding on this loan were \$118,600 and \$122,500 on June 30, 2019 and June 30, 2018, respectively.

**MAINTENANCE DISTRICT 27 – GOLDSIDE ESTATES
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

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

NOTE 5: NOTE PAYABLE (Continued)

As of June 30, 2019, the debt service requirements for the District's note payable are as follows:

Year ending June 30,	Principal	Interest	Total
2020	\$ 4,000	\$ 3,790	\$ 7,790
2021	4,200	3,656	7,856
2022	4,300	3,518	7,818
2023	4,400	3,377	7,777
2024	4,600	3,231	7,831
2025-2029	25,200	13,787	38,987
2030-2034	29,600	9,337	38,937
2035-2039	34,700	4,129	38,829
2040	7,600	121	7,721
	<u>\$ 118,600</u>	<u>\$ 44,946</u>	<u>\$ 163,546</u>

As of June 30, 2018, the debt service requirements for the District's note payable are as follows:

Year ending June 30,	Principal	Interest	Total
2019	\$ 3,900	\$ 3,918	\$ 7,818
2020	4,000	3,789	7,789
2021	4,200	2,656	7,856
2022	4,300	2,518	7,818
2023	4,400	3,377	7,777
2024-2028	24,400	14,592	38,992
2029-2033	28,700	10,285	38,985
2034-2038	33,600	5,239	38,839
2039-2040	15,000	491	15,491
	<u>\$ 122,500</u>	<u>\$ 46,865</u>	<u>\$ 171,365</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 27, COVID-19 may impact the timing of receipts for utility billing and unsecured property taxes. Management believes MD27 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.

SUPPLEMENTARY INFORMATION

**MAINTENANCE DISTRICT 27 – GOLDSIDE ESTATES
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

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

	Sewer	Drainage	Total
Assets			
Current assets			
Cash	\$ 55,505	\$ 14,488	\$ 69,993
Cash and investments - restricted	11,371	--	11,371
Accounts receivable	22,473	--	22,473
Interest receivable	244	48	292
Due from County of Madera	11	--	11
Total current assets	<u>89,604</u>	<u>14,536</u>	<u>104,140</u>
Noncurrent assets			
Land	107,671	--	107,671
Infrastructure	848,128	--	848,128
Accumulated Depreciation	(419,370)	--	(419,370)
Total noncurrent assets	<u>536,429</u>	<u>--</u>	<u>536,429</u>
Total assets	<u>626,033</u>	<u>14,536</u>	<u>640,569</u>
Liabilities			
Current liabilities			
Accounts payable	5,197	--	5,197
Interest payable	1,285	--	1,285
Deposits from others	3,750	--	3,750
Due to County of Madera	33,933	405	34,338
Unearned revenue	3,796	--	3,796
Note payable, current portion	4,000	--	4,000
Total current liabilities	<u>51,961</u>	<u>405</u>	<u>52,366</u>
Non-Current liabilities			
Note payable	114,600	--	114,600
Total non-current liabilities	<u>114,600</u>	<u>--</u>	<u>114,600</u>
Total liabilities	<u>166,561</u>	<u>405</u>	<u>166,966</u>
Net Position			
Net investment in capital assets	417,829	--	417,829
Restricted for debt service	11,371	--	11,371
Unrestricted	30,272	14,131	44,403
Total net position	<u>\$ 459,472</u>	<u>\$ 14,131</u>	<u>\$ 473,603</u>

**MAINTENANCE DISTRICT 27 – GOLDSIDE ESTATES
(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**

	Sewer	Drainage	Total
Operating Revenues:			
Charges for services	\$ 134,032	\$ 1,239	\$ 135,271
Other revenues	147	-	147
Total operating revenues	<u>134,179</u>	<u>1,239</u>	<u>135,418</u>
Operating Expenses:			
Services and supplies	47,135	--	47,135
Repairs and maintenance	98,394	677	99,071
Insurance	3,196	--	3,196
Utilities	22,122	--	22,122
Depreciation	16,280	--	16,280
Total operating expenses	<u>187,127</u>	<u>677</u>	<u>187,804</u>
Operating income (loss)	(52,948)	562	(52,386)
Nonoperating Revenue:			
Taxes	94	--	94
Investment income	1,317	237	1,554
Interest and fiscal charges	(3,876)	--	(3,876)
Total nonoperating revenue	<u>(2,465)</u>	<u>237</u>	<u>(2,228)</u>
Change in net position	(55,413)	799	(54,614)
Net position - beginning of year	<u>514,885</u>	<u>13,332</u>	<u>528,217</u>
Net position - end of year	<u>\$ 459,472</u>	<u>\$ 14,131</u>	<u>\$ 473,603</u>

**MAINTENANCE DISTRICT 27 – GOLDSIDE ESTATES
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

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

	Sewer	Drainage	Total
Cash flows from operating activities:			
Receipts from customers	\$ 135,450	\$ 1,284	\$ 136,734
Payments to suppliers	(154,038)	(449)	(154,487)
Net cash provided (used) by operating activities	(18,588)	835	(17,753)
Cash flows from noncapital financing activities			
Taxes	94	--	94
Net cash provided (used) by noncapital financing activities	94	--	94
Cash flows from capital & related financing activities			
Principal paid on capital debt	(3,900)	--	(3,900)
Interest paid on capital debt	(3,918)	--	(3,918)
Net cash provided (used) by capital & related financing activities	(7,818)	--	(7,818)
Cash flows from investing activities			
Interest received	1,485	247	1,732
Net cash provided (used) by investing activities	1,485	247	1,732
Net increase (decrease) in cash and cash equivalents	(24,827)	1,082	(23,745)
Cash and cash equivalents, beginning of year	91,703	13,406	105,109
Cash and cash equivalents, end of year	\$ 66,876	\$ 14,488	\$ 81,364
Reconciliation of cash and cash equivalents to the statement of net position			
Cash	\$ 55,505	\$ 14,488	\$ 69,993
Cash and investments - restricted	11,371	--	11,371
Total cash and cash equivalents	\$ 66,876	\$ 14,488	\$ 81,364
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	\$ (52,948)	\$ 562	\$ (52,386)
Adjustments to reconcile operating income (loss) to cash flows from operating activities:			
Depreciation	16,280	--	16,280
Changes in assets and liabilities:			
Decrease/(increase) in accounts receivable	(1,529)	45	(1,484)
Decrease/(increase) in due from County of Madera	(11)	--	(11)
Increase/(decrease) in accounts payable	3,242	--	3,242
Increase/(decrease) in due to County of Madera	13,567	228	13,795
Increase/(decrease) in deposits from others	1,050	--	1,050
Increase/(decrease) in unearned revenues	1,761	--	1,761
Net Cash Provided (Used) by Operating Activities	\$ (18,588)	\$ 835	\$ (17,753)

**MAINTENANCE DISTRICT 27 – GOLDSIDE ESTATES
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

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

	Sewer	Drainage	Total
Assets			
Current assets			
Cash	\$ 80,921	\$ 13,406	\$ 94,327
Cash and investments - restricted	10,782	--	10,782
Accounts receivable	20,944	45	20,989
Interest receivable	412	58	470
Total current assets	<u>113,059</u>	<u>13,509</u>	<u>126,568</u>
Noncurrent assets			
Land	107,671	--	107,671
Infrastructure	848,128	--	848,128
Accumulated Depreciation	(403,090)	--	(403,090)
Total noncurrent assets	<u>552,709</u>	<u>--</u>	<u>552,709</u>
Total assets	<u>665,768</u>	<u>13,509</u>	<u>679,277</u>
Liabilities			
Current liabilities			
Accounts payable	1,955	--	1,955
Interest payable	1,327	--	1,327
Deposits from others	2,700	--	2,700
Due to County of Madera	20,366	177	20,543
Unearned revenue	2,035	--	2,035
Long-term debt, current portion	3,900	--	3,900
Total current liabilities	<u>32,283</u>	<u>177</u>	<u>32,460</u>
Non-Current liabilities			
Long-term debt, long term portion	118,600	--	118,600
Total non-current liabilities	<u>118,600</u>	<u>--</u>	<u>118,600</u>
Total liabilities	<u>150,883</u>	<u>177</u>	<u>151,060</u>
Net Position			
Net investment in capital assets	430,209	--	430,209
Restricted for debt service	10,782	--	10,782
Unrestricted	73,894	13,332	87,226
Total net position	<u>\$ 514,885</u>	<u>\$ 13,332</u>	<u>\$ 528,217</u>

**MAINTENANCE DISTRICT 27 – GOLDSIDE ESTATES
(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**

	<u>Sewer</u>	<u>Drainage</u>	<u>Total</u>
Operating Revenues:			
Charges for services	\$ 136,457	\$ 1,372	\$ 137,829
Total operating revenues	<u>136,457</u>	<u>1,372</u>	<u>137,829</u>
Operating Expenses:			
Services and supplies	41,561	--	41,561
Repairs and maintenance	79,632	284	79,916
Insurance	2,995	--	2,995
Utilities	21,306	--	21,306
Depreciation	16,432	--	16,432
Total operating expenses	<u>161,926</u>	<u>284</u>	<u>162,210</u>
Operating income (loss)	(25,469)	1,088	(24,381)
Nonoperating Revenue:			
Taxes	108	--	108
Investment income	1,513	186	1,699
Interest and fiscal charges	(4,002)	--	(4,002)
Total nonoperating revenue	<u>(2,381)</u>	<u>186</u>	<u>(2,195)</u>
Change in net position	(27,850)	1,274	(26,576)
Net position - beginning of year	<u>542,735</u>	<u>12,058</u>	<u>554,793</u>
Net position - end of year	<u>\$ 514,885</u>	<u>\$ 13,332</u>	<u>\$ 528,217</u>

**MAINTENANCE DISTRICT 27 – GOLDSIDE ESTATES
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

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

	Sewer	Drainage	Total
Cash flows from operating activities:			
Receipts from customers	\$ 131,325	\$ 1,327	\$ 132,652
Payments to suppliers	(159,252)	(107)	(159,359)
Net cash provided (used) by operating activities	(27,927)	1,220	(26,707)
Cash flows from noncapital financing activities			
Taxes	108	--	108
Net cash provided (used) by noncapital financing activities	108	--	108
Cash flows from capital & related financing activities			
Principal paid on capital debt	(3,800)	--	(3,800)
Interest paid on capital debt	(4,043)	--	(4,043)
Net cash provided (used) by capital & related financing activities	(7,843)	--	(7,843)
Cash flows from investing activities			
Interest received	1,456	161	1,617
Net cash provided (used) by investing activities	1,456	161	1,617
Net increase (decrease) in cash and cash equivalents	(34,206)	1,381	(32,825)
Cash and cash equivalents, beginning of year	125,909	12,025	137,934
Cash and cash equivalents, end of year	\$ 91,703	\$ 13,406	\$ 105,109
Reconciliation of cash and cash equivalents to the statement of net position			
Cash	\$ 80,921	\$ 13,406	\$ 94,327
Cash and investments - restricted	10,782	--	10,782
Total cash and cash equivalents	\$ 91,703	\$ 13,406	\$ 105,109
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	\$ (25,469)	\$ 1,088	\$ (24,381)
Adjustments to reconcile operating income (loss) to cash flows from operating activities:			
Depreciation	16,432	--	16,432
Changes in assets and liabilities:			
Decrease/(increase) in accounts receivable	(6,082)	(45)	(6,127)
Increase/(decrease) in accounts payable	(446)	--	(446)
Increase/(decrease) in due to County of Madera	(13,312)	177	(13,135)
Increase/(decrease) in deposits from others	600	--	600
Increase/(decrease) in unearned revenues	350	--	350
Net Cash Provided (Used) by Operating Activities	\$ (27,927)	\$ 1,220	\$ (26,707)