

**SERVICE AREA 03 – PARKSDALE  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**FINANCIAL STATEMENTS**

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

**SERVICE AREA 03 – PARKSDALE  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**JUNE 30, 2021**

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## BASIC FINANCIAL STATEMENTS

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**SERVICE AREA 03 – PARKSDALE  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

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

	Governmental Activities	Business-Type Activities	Total
<b>ASSETS</b>			
Cash and investments	\$ 361,957	\$ 1,429,676	\$ 1,791,633
Cash and investments - restricted	-	62,656	62,656
Accounts receivable	1,485	216,939	218,424
Interest receivable	380	1,612	1,992
Due from other governments	-	3,795	3,795
Capital assets, not being depreciated			
Land	3,490	8,750	12,240
Land under roads	370,268	-	370,268
Capital assets being depreciated, net			
Water and sewer systems	-	1,580,562	1,580,562
Equipment	-	4,149	4,149
	<u>737,580</u>	<u>3,308,139</u>	<u>4,045,719</u>
<b>Total Assets</b>			
<b>LIABILITIES</b>			
Accounts payable	25	12,827	12,852
Interest payable	-	50,590	50,590
Deposits from others	-	18,220	18,220
Due to County of Madera	203	130,531	130,734
Unearned revenue	-	3,934	3,934
Noncurrent liabilities:			
Due in more than one year	-	459,803	459,803
	<u>228</u>	<u>675,905</u>	<u>676,133</u>
<b>Total Liabilities</b>			
<b>NET POSITION</b>			
Net investment in capital assets	373,758	1,593,461	1,967,219
Restricted for:			
Road maintenance	363,594	-	363,594
Debt service	-	62,656	62,656
Unrestricted	-	976,117	976,117
	<u>737,352</u>	<u>2,632,234</u>	<u>3,369,586</u>
<b>Total Net Position</b>			

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

**SERVICE AREA 03 – PARKSDALE  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

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

	Program Revenues			Net (Expense) Revenue and Changes in Net Position		Total
	Expenses	Charges for Services	Grants and Contributions	Governmental Activities	Business-Type Activities	
<b>Governmental Activities:</b>						
Road maintenance	\$ 6,336	\$ 19,152	\$ -	\$ 12,816	\$ -	\$ 12,816
Total governmental activities	<u>6,336</u>	<u>19,152</u>	<u>-</u>	<u>12,816</u>	<u>-</u>	<u>12,816</u>
<b>Business-Type Activities:</b>						
Water	250,644	318,513	3,795	-	71,664	71,664
Sewer	375,526	435,530	-	-	60,004	60,004
Street Lights	8,286	-	-	-	(8,286)	(8,286)
Other	215,007	297,251	-	-	82,244	82,244
Total business-type activities	<u>849,463</u>	<u>1,051,294</u>	<u>3,795</u>	<u>-</u>	<u>205,626</u>	<u>205,626</u>
Total primary government	<u>\$ 855,799</u>	<u>\$ 1,070,446</u>	<u>\$ 3,795</u>	<u>12,816</u>	<u>205,626</u>	<u>218,442</u>
<b>General revenues:</b>						
Property taxes				-	593	593
Investment earnings				<u>1,414</u>	<u>5,663</u>	<u>7,077</u>
Total general revenues				<u>1,414</u>	<u>6,256</u>	<u>7,670</u>
Changes in net position				14,230	211,882	226,112
Net position - beginning				<u>723,122</u>	<u>2,420,352</u>	<u>3,143,474</u>
Net position - ending				<u>\$ 737,352</u>	<u>\$ 2,632,234</u>	<u>\$ 3,369,586</u>

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

**SERVICE AREA 03 – PARKSDALE  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

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

	<u>SA 03A</u>
<b>ASSETS</b>	
Cash and investments	\$ 361,957
Accounts receivable	1,485
Interest receivable	<u>380</u>
Total Assets	<u>\$ 363,822</u>
<b>LIABILITIES</b>	
Accounts payable	\$ 25
Due to County of Madera	<u>203</u>
Total Liabilities	<u>228</u>
<b>FUND BALANCES</b>	
Restricted for:	
Road maintenance	<u>363,594</u>
Total Fund Balances	<u>363,594</u>
Total Liabilities and Fund Balances	<u>\$ 363,822</u>

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



**SERVICE AREA 03 – PARKSDALE  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

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

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

Fund balances - governmental funds	\$ 363,594
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>373,758</u>
Net position of governmental activities	<u>\$ 737,352</u>

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

**SERVICE AREA 03 – PARKSDALE  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

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

	<u>SA 03A</u>
<b>REVENUES</b>	
Assessments	\$ 19,152
Investment earnings	1,414
	<hr/>
Total revenues	20,566
	<hr/>
<b>EXPENDITURES</b>	
Road maintenance:	
General and administrative	244
Maintenance - roads	5,792
Utilities	300
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Total expenditures	6,336
	<hr/>
Net change in fund balances	14,230
Fund balances - beginning	349,364
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Fund balances - ending	\$ 363,594
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The notes to the basic financial statements are an integral part of this statement.

**SERVICE AREA 03 – PARKSDALE  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

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

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

Net change in fund balance - governmental fund	\$ 14,230
Government funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense.	<u>-</u>
Change in net position of governmental activities	<u>\$ 14,230</u>

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

**SERVICE AREA 03 – PARKSDALE  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

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

	<b>Proprietary Funds</b>		
	<b>SA 03</b>	<b>SA 03B</b>	<b>Total</b>
<b>ASSETS</b>			
Current Assets:			
Cash and investments	\$ 637,318	\$ 792,358	\$ 1,429,676
Cash and investments - restricted	62,656	-	62,656
Accounts receivable	190,785	26,154	216,939
Interest receivable	790	822	1,612
Due from other governments	3,795	-	3,795
Due from other divisions	11,808	-	11,808
<b>Total Current Assets</b>	<b>907,152</b>	<b>819,334</b>	<b>1,726,486</b>
Non-Current Assets:			
Capital assets:			
Land	8,750	-	8,750
Depreciable assets	2,494,947	631,849	3,126,796
Accumulated depreciation	(1,430,195)	(111,890)	(1,542,085)
<b>Total Non-Current Assets</b>	<b>1,073,502</b>	<b>519,959</b>	<b>1,593,461</b>
<b>Total Assets</b>	<b>1,980,654</b>	<b>1,339,293</b>	<b>3,319,947</b>
<b>LIABILITIES</b>			
Current Liabilities:			
Accounts payable	12,827	-	12,827
Interest payable	50,363	227	50,590
Deposits from others	11,020	7,200	18,220
Due to County of Madera	65,106	65,425	130,531
Due to other divisions	-	11,808	11,808
Unearned revenue	3,780	154	3,934
<b>Total Current Liabilities</b>	<b>143,096</b>	<b>84,814</b>	<b>227,910</b>
Non-Current Liabilities:			
Advances from County of Madera	455,314	4,489	459,803
<b>Total Non-Current Liabilities</b>	<b>455,314</b>	<b>4,489</b>	<b>459,803</b>
<b>Total Liabilities</b>	<b>598,410</b>	<b>89,303</b>	<b>687,713</b>
<b>NET POSITION</b>			
Net investment in capital assets	1,073,502	519,959	1,593,461
Restricted for debt service	62,656	-	62,656
Unrestricted	246,086	730,031	976,117
<b>Total Net Position</b>	<b>\$ 1,382,244</b>	<b>\$ 1,249,990</b>	<b>\$ 2,632,234</b>

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

**SERVICE AREA 03 – PARKSDALE  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
PROPRIETARY FUND  
FOR THE YEAR ENDED JUNE 30, 2021**

	<b>Proprietary Funds</b>		
	<b>SA 03</b>	<b>SA 03B</b>	<b>Total</b>
Operating Revenues:			
Charges for services	\$ 751,639	\$ 297,081	\$ 1,048,720
Other revenues	<u>2,404</u>	<u>170</u>	<u>2,574</u>
Total Operating Revenues	<u>754,043</u>	<u>297,251</u>	<u>1,051,294</u>
Operating Expenses:			
Services and supplies	124,625	139,822	264,447
Maintenance	122,943	38,672	161,615
Insurance	45,338	-	45,338
Utilities	297,261	20,697	317,958
Depreciation	<u>39,535</u>	<u>15,796</u>	<u>55,331</u>
Total Operating Expenses	<u>629,702</u>	<u>214,987</u>	<u>844,689</u>
Operating Income (Loss)	<u>124,341</u>	<u>82,264</u>	<u>206,605</u>
Non-Operating Revenue (Expenses):			
Taxes	593	-	593
Investment income	2,715	2,948	5,663
Intergovernmental	3,795	-	3,795
Interest and fiscal charges	<u>(4,754)</u>	<u>(20)</u>	<u>(4,774)</u>
Total Non-Operating Revenue (Expenses)	<u>2,349</u>	<u>2,928</u>	<u>5,277</u>
Change in Net Position	126,690	85,192	211,882
Net Position, Beginning of Year	<u>1,255,554</u>	<u>1,164,798</u>	<u>2,420,352</u>
Net Position, End of Year	<u>\$ 1,382,244</u>	<u>\$ 1,249,990</u>	<u>\$ 2,632,234</u>

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

**SERVICE AREA 03 – PARKSDALE  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**STATEMENT OF CASH FLOWS  
PROPRIETARY FUND  
FOR THE YEAR ENDED JUNE 30, 2021**

	<b>Proprietary Funds</b>		
	<b>SA 03</b>	<b>SA 03B</b>	<b>Total</b>
<b>Cash flows from operating activities:</b>			
Cash receipts from customers and users	\$ 756,253	\$ 296,939	\$ 1,053,192
Cash paid to suppliers	<u>(605,459)</u>	<u>(157,646)</u>	<u>(763,105)</u>
Net cash provided by (used for) operating activities	<u>150,794</u>	<u>139,293</u>	<u>290,087</u>
<b>Cash flows from non-capital financing activities:</b>			
Taxes	593	-	593
Inter-division loans	<u>54,633</u>	<u>(54,633)</u>	<u>-</u>
Net cash provided by (used for) non-capital financing activities	<u>55,226</u>	<u>(54,633)</u>	<u>593</u>
<b>Cash flows from investing activities:</b>			
Investment income received	<u>2,887</u>	<u>3,223</u>	<u>6,110</u>
Net cash provided by (used for) investing activities	<u>2,887</u>	<u>3,223</u>	<u>6,110</u>
Net increase (decrease) in cash and investments	208,907	87,883	296,790
Cash and investments, beginning of the year	<u>491,067</u>	<u>704,475</u>	<u>1,195,542</u>
Cash and investments, end of the year	<u>\$ 699,974</u>	<u>\$ 792,358</u>	<u>\$ 1,492,332</u>
<b>Reconciliation of Cash and Investments to the Statement of Net Position</b>			
Cash and Investments per Statement of Net Position	\$ 637,318	\$ 792,358	\$ 1,429,676
Restricted Cash and Investments per Statement of Net Position	<u>62,656</u>	<u>-</u>	<u>62,656</u>
Total Cash and Investments per Statement of Net Position	<u>\$ 699,974</u>	<u>\$ 792,358</u>	<u>\$ 1,492,332</u>

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

**SERVICE AREA 03 – PARKSDALE  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**STATEMENT OF CASH FLOWS  
PROPRIETARY FUND  
FOR THE YEAR ENDED JUNE 30, 2021**

	Proprietary Funds		
	SA 03	SA 03B	Total
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities</b>			
Operating income (loss)	\$ 124,341	\$ 82,264	\$ 206,605
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:			
Depreciation	39,535	15,796	55,331
Changes in operating assets and liabilities:			
Decrease/(Increase) in accounts receivable	1,543	(194)	1,349
Increase/(Decrease) in accounts payable	(11,473)	(4,911)	(16,384)
Increase/(Decrease) in due to County of Madera	(3,819)	46,456	42,637
Increase/(Decrease) in deposits from others	(1)	-	(1)
Increase/(Decrease) in unearned revenue	668	(118)	550
Net cash provided by (used for) operating activities	\$ 146,999	\$ 139,293	\$ 286,292

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

NOTES TO THE BASIC FINANCIAL STATEMENTS



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**SERVICE AREA 03 – PARKSDALE  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

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

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

The basic financial statements of the **SA 03 – Parksdale** (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**

**SA 03 Parksdale** is located southeast of the Madera City limits. It encompasses the area between Road 28 on the west, Road 29 ½ on the east, Avenue 14 on the north, and Avenue 13 on the south. The District provides water, sewer and street light services to residential and commercial connections within the District's boundaries. The District was formed on December 19, 1972 by Resolution No. 72-536.

The Water System serves both SA 03 and SA 03B for a total of 699 improved units and 48 standby water units. The Sewer System provides wastewater collection service to 709.1 improved units and 54 standby units in SA 03 and SA 03B. The water and sewer rates are billed monthly and were last set on October 11, 2005 by Ordinance No. 611. On December 12, 2017, water and sewer rates were increased by Resolution No. 2017-178 based on the result of the rate study. There are also street lights in the system, but no current assessments for them.

**SA 03B Parksdale** is located on the northwest corner of the intersection of Avenue 13 1/3 and Road 29, which lies on the north side of SA 03's service boundary. This zone of benefit provides services for Self Help Enterprises residential subdivision. The assessed services in this zone of benefit include water, sewer, parks and landscaping, street light, storm drain, road maintenance, and fire protection. The rates for these services were set by Resolution No. 2010-063 on March 23, 2010 and include an annual Consumer Price Index adjustment. The monthly rates per improved single family unit are \$27.19 for water, \$16.06 for County sewer collection, \$38.48 for City sewer treatment, \$2.36 for lighting, \$16.88 for parks, \$5.40 for storm drain, \$9.12 for roads, \$7.77 for fire and \$13.17 for District administration. The standby rates for unimproved parcels are \$1.86. There are no property tax monies dedicated for this zone of benefit.

**SA 03A Parksdale Estates Road Maintenance** is located three and one half miles east of the City of Madera and accessed north from Avenue 13 by way of Road 28, 28 ½, and 29 ½. SA 03A was formed on July 17, 1990 by Resolution 90-161. SA 03A provides road maintenance to approximately 190 parcels served by 1.11 miles of paved roads (including curb and gutter). When the District was formed, a direct assessment of \$100 per parcel per year for road maintenance was approved.

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

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

The accounts of the District are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. The District resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

**SERVICE AREA 03 – PARKSDALE  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

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

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

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

Government-Wide Financial Statements

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

Charges for services is reported as program revenue for the District.

Fund Financial Statements

The fund financial statements provide information about the District’s funds, separate statements for each fund category – *governmental and proprietary* – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are separately aggregated and reported as non-major funds.

The District reports the following major governmental funds:

- The SA 03A – *Road Maintenance* fund is used to account for all financial resources of the District relating to the maintenance of the paved roads within the District.

The District reports the following major proprietary funds:

- The SA 03 – *Water and Sewer Operations & Maintenance* fund is used to account for all financial resources of the District relating to water and sewer services provided to the residential development and commercial property of the District.
- The SA 03B – *Water, Sewer, Parks, Lighting, Drainage, Fire, and Road Operations & Maintenance* fund is used to account for all financial resources of the District relating to water, sewer, parks, lighting, drainage fire and road services provided to the Self Help Enterprises residential subdivision.

Governmental Fund Financial Statements

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

**SERVICE AREA 03 – PARKSDALE  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

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

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

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

*Governmental Fund Financial Statements (Continued)*

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

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

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

The District’s revenues consist of assessments and revenue from use of money and property. Program expenses are defined as those expenses directly related to providing road maintenance services.

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

*Proprietary Fund Financial Statements*

Proprietary fund financial statements include a Statement of Net Position and a Statement of Revenues, Expenses, and Change 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 Change 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.

**SERVICE AREA 03 – PARKSDALE  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

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

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

**C. Cash and Investments**

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

**D. Receivables**

Receivables consist of interest and assessments from the County of Madera and fees charged for water and sewer services. Management believes its receivables to be fully collectible, and accordingly, no allowance for doubtful accounts is required.

**E. Property Taxes/Assessments**

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

**F. Capital Assets**

Capital assets, which include property, plant, equipment, and infrastructure assets (such as roads and similar items), are reported in the Statement of Net Position. 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 and Sewer Systems	16-65 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.

**SERVICE AREA 03 – PARKSDALE  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

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

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

**G. Budget**

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

Revenues are budgeted by source. Expenditures are budgeted by objects as follows: services and supplies, other charges, and capital outlay. This constitutes the legal level of control. Expenditures may not exceed appropriations for travel, transportation and education. Budget revisions between object levels, for travel, transportation, and education, or specific capital outlays are subject to final approval by the Board of Supervisors. Revisions less than \$5,000 within the object levels (excluding transportation, travel & education and specific capital outlays) can be approved by the County Administrative Officer. There were no revisions to the budget made throughout the year.

**H. Net Position and Fund Balances**

**Government-Wide Financial Statements**

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

- Net investment in capital assets – This category groups all capital assets, including infrastructure, into one component of net position. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce the balance in this category.
- Restricted – This category presents external restrictions imposed by creditors, grantors, contributors, 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.”

**SERVICE AREA 03 – PARKSDALE  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

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

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

**H. Net Position and Fund Balances** (Continued)

**Fund Financial Statements**

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

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

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

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

**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.

**SERVICE AREA 03 – PARKSDALE  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

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

**NOTE 2: CASH AND INVESTMENTS**

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

Cash and investments – unrestricted	\$1,791,633
Cash and investments – restricted	<u>62,656</u>
Total cash and investments	<u>\$1,854,289</u>

The District's cash and investments consisted of the following as of June 30, 2021:

Deposits held with County of Madera Investment Pool	\$1,854,289
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**Risk Disclosure**

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

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

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

**Fair Value Measurements**

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

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

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



**SERVICE AREA 03 – PARKSDALE  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

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

**NOTE 3: CAPITAL ASSETS**

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

**Governmental Activities**

	Balance July 1, 2020	Additions	Deletions	Balance June 30, 2021
Capital assets, not being depreciated:				
Land	\$ 3,490	\$ -	\$ -	\$ 3,490
Land under roads	<u>370,268</u>	<u>-</u>	<u>-</u>	<u>370,268</u>
Total capital assets, not being depreciated	<u>373,758</u>	<u>-</u>	<u>-</u>	<u>373,758</u>
Capital assets, being depreciated:				
Infrastructure	<u>109,399</u>	<u>-</u>	<u>-</u>	<u>109,399</u>
Total capital assets, being depreciated	<u>109,399</u>	<u>-</u>	<u>-</u>	<u>109,399</u>
Less accumulated depreciation for:				
Infrastructure	<u>(109,399)</u>	<u>-</u>	<u>-</u>	<u>(109,399)</u>
Total accumulated depreciation	<u>(109,399)</u>	<u>-</u>	<u>-</u>	<u>(109,399)</u>
Total capital assets being depreciated, net	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total capital assets, net	<u>\$ 373,758</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 373,758</u>

**Business-Type Activities**

	Balance July 1, 2020	Additions	Deletions	Balance June 30, 2021
Capital assets, not being depreciated:				
Land	\$ 8,750	\$ -	\$ -	\$ 8,750
Total capital assets, not being depreciated	<u>8,750</u>	<u>-</u>	<u>-</u>	<u>8,750</u>
Capital assets, being depreciated:				
Water and sewer systems	3,049,616	-	-	3,049,616
Equipment	<u>77,180</u>	<u>-</u>	<u>-</u>	<u>77,180</u>
Total capital assets, being depreciated	<u>3,126,796</u>	<u>-</u>	<u>-</u>	<u>3,126,796</u>
Less accumulated depreciation for:				
Water and sewer systems	(1,416,738)	(52,316)	-	(1,469,054)
Equipment	<u>(70,016)</u>	<u>(3,015)</u>	<u>-</u>	<u>(73,031)</u>
Total accumulated depreciation	<u>(1,486,754)</u>	<u>(55,331)</u>	<u>-</u>	<u>(1,542,085)</u>
Total capital assets being depreciated, net	<u>1,640,042</u>	<u>(55,331)</u>	<u>-</u>	<u>1,584,711</u>
Total capital assets, net	<u>\$ 1,648,792</u>	<u>\$ (55,331)</u>	<u>\$ -</u>	<u>\$ 1,593,461</u>

Depreciation expense of \$21,833, \$17,702, and \$15,796 was charged to the water function of SA 03, sewer function of SA 03, and SA 03B of the business-type activities, respectively.

**SERVICE AREA 03 – PARKSDALE  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

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

**NOTE 4: DUE TO COUNTY OF MADERA**

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. Total expenses to the County of Madera for the year ended June 30, 2021 were \$416,183.

The amount due to the County of Madera as of June 30, 2021 is \$130,734.

**NOTE 5: LONG-TERM LIABILITIES**

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

	Balance July 1, 2020	Additions/ Reclassifications	Deletions	Balance June 30, 2021	Due Within One Year
Advance from County of Madera (SA 03 Water)	\$ 100,000	\$ -	\$ -	\$ 100,000	\$ -
Advance from County of Madera (SA 03 Water)	15,000	-	-	15,000	-
Advance from County of Madera (SA 03 Water)	86,396	-	-	86,396	-
Advance from County of Madera (SA 03 Sewer)	100,000	-	-	100,000	-
Advance from County of Madera (SA 03 Sewer)	38,000	-	-	38,000	-
Advance from County of Madera (SA 03 Sewer)	13,000	-	-	13,000	-
Advance from County of Madera (SA 03 Sewer)	97,918	-	-	97,918	-
Advance from County of Madera (SA 03 Sewer)	5,000	-	-	5,000	-
Advance from County of Madera (SA 03B Sewer)	2,000	-	-	2,000	-
Advance from County of Madera (SA 03B Sewer)	2,489	-	-	2,489	-
<b>Total</b>	<b>\$ 459,803</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 459,803</b>	<b>\$ -</b>

***Advances from the County of Madera (SA 03 Water)***

The District obtained a \$100,000 loan from the County of Madera on June 29, 2016 to assist with cash flow need in operation for water. 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 the loan is paid in full. The outstanding balance of the loan advance as of June 30, 2021 was \$100,000.

The District obtained a \$15,000 loan from the County of Madera on June 20, 2017 to assist with cash flow need in operation for water. The loan 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 the loan is paid in full. The outstanding balance of the loan advance as of June 30, 2021 was \$15,000.

The District has been advanced funds from the County in the amount of \$86,396. The advance is unsecured, noninterest bearing, and is due on demand. The County does not anticipate demanding repayment in the next fiscal year; therefore, the balance has been shown as a noncurrent liability on the Statement of Net Position.

**SERVICE AREA 03 – PARKSDALE  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

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

**NOTE 5: LONG-TERM LIABILITIES (Continued)**

***Advances from the County of Madera (SA 03 Sewer)***

The District obtained a \$100,000 loan from the County of Madera on November 30, 2009 to assist with cash flow need for the I&I study related to the waste water system. The loan is to be repaid with approximately three percent (3%) interest per annum. This loan was to be repaid in total with interest by November 30, 2019. As of June 30, 2021 the loan was not paid out. The outstanding balance of the loan advance as of June 30, 2021 was \$100,000. The County does not anticipate demanding repayment in the next fiscal year; therefore, the balance has been shown as a noncurrent liability on the Statement of Net Position.

The District obtained a \$38,000 loan from the County of Madera on June 5, 2014 to assist with the payment to the City of Madera for sewer fees for the period from February of 2013 to May 20, 2014. Interest is at the rate earned by funds invested by the Madera County Treasurer in the "pooled investment account" on the last quarter calculated plus 50 basis points, (.50%) of 1 percent. The loan will be paid through revenue generated by a future rate increase for services. The outstanding balance of the loan advance as of June 30, 2021 was \$38,000.

The District obtained a \$13,000 loan from the County of Madera on June 20, 2017 to assist with cash flow need in operation for sewer. 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 outstanding balance of the loan advance as of June 30, 2021 was \$13,000.

The District has been advanced funds from the County in the amount of \$97,918. The advance is unsecured, noninterest bearing, and is due on demand. The County does not anticipate demanding repayment in the next fiscal year; therefore, the balance has been shown as a noncurrent liability on the Statement of Net Position.

The District obtained a \$5,000 loan from the County of Madera on June 29, 2018 to assist with cash flow need in operation for sewer. 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 outstanding balance of the loan advance as of June 30, 2021 was \$5,000.

***Advances from County of Madera (SA 03B Sewer)***

The District obtained a \$2,000 loan from the County of Madera on June 5, 2014 to assist with the payment to the City of Madera for sewer fees for the period from February of 2013 to May 20, 2014. Interest is at the rate earned by funds invested by the Madera County Treasurer in the "pooled investment account" on the last quarter calculated plus 50 basis points, (.50%) of 1 percent. The loan will be paid through revenue generated by a future rate increase for services. The outstanding balance of the loan advance as of June 30, 2021 was \$2,000.

The District has been advanced funds from the County in the amount of \$2,489. The advance is unsecured, noninterest bearing, and is due on demand. The County does not anticipate demanding repayment in the next fiscal year; therefore, the balance has been shown as a noncurrent liability on the Statement of Net Position.

The Board of Directors of the District adopted Resolution 2017-178 on December 12, 2017 to increase the water service and sewer service rates within the District. The District intends to pay back these advances through future cash flow at the new established rates.

**SERVICE AREA 03 – PARKSDALE  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

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

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

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

REQUIRED SUPPLEMENTARY INFORMATION

**SERVICE AREA 03 – PARKSDALE  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**SA 03A PARKSDALE ESTATES ROAD MAINTENANCE  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -  
BUDGET TO ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2021**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Assessments	\$ 19,000	\$ 19,000	\$ 19,152	\$ 152
Investment earnings	5,000	5,000	1,414	(3,586)
Total revenues	<u>24,000</u>	<u>24,000</u>	<u>20,566</u>	<u>(3,434)</u>
Expenditures:				
Road maintenance:				
General and administrative	500	500	244	256
Maintenance - roads	300,000	300,000	5,792	294,208
Utilities	350	350	300	50
Appropriation for contingency	50,405	50,405	-	50,405
Total expenditures	<u>351,255</u>	<u>351,255</u>	<u>6,336</u>	<u>344,919</u>
Net change in fund balance	(327,255)	(327,255)	14,230	341,485
Fund balance - beginning of year	<u>349,364</u>	<u>349,364</u>	<u>349,364</u>	<u>-</u>
Fund balance - end of year	<u>\$ 22,109</u>	<u>\$ 22,109</u>	<u>\$ 363,594</u>	<u>\$ 341,485</u>

SUPPLEMENTARY INFORMATION

**SERVICE AREA 03 – PARKSDALE  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**ENTERPRISE FUNDS  
COMBINING STATEMENT OF NET POSITION  
JUNE 30, 2021**

	SA 03						
	Water	Sewer	Street Lights	Eliminations	Total	SA 03B	Total
<b>ASSETS</b>							
Current Assets:							
Cash and investments	\$ 636,642	\$ -	\$ 676	\$ -	\$ 637,318	\$ 792,358	\$ 1,429,676
Cash and investments - restricted	62,656	-	-	-	62,656	-	62,656
Accounts receivable	80,828	109,957	-	-	190,785	26,154	216,939
Interest receivable	754	36	-	-	790	822	1,612
Due from other governments	3,795	-	-	-	3,795	-	3,795
Due from other divisions	18,158	-	-	(6,350)	11,808	-	11,808
<b>Total Current Assets</b>	<b>802,833</b>	<b>109,993</b>	<b>676</b>	<b>(6,350)</b>	<b>907,152</b>	<b>819,334</b>	<b>1,726,486</b>
Non-Current Assets:							
Capital assets:							
Land	8,750	-	-	-	8,750	-	8,750
Depreciable assets	1,461,815	1,033,132	-	-	2,494,947	631,849	3,126,796
Accumulated depreciation	(867,850)	(562,345)	-	-	(1,430,195)	(111,890)	(1,542,085)
<b>Total Non-Current Assets</b>	<b>602,715</b>	<b>470,787</b>	<b>-</b>	<b>-</b>	<b>1,073,502</b>	<b>519,959</b>	<b>1,593,461</b>
<b>Total Assets</b>	<b>1,405,548</b>	<b>580,780</b>	<b>676</b>	<b>(6,350)</b>	<b>1,980,654</b>	<b>1,339,293</b>	<b>3,319,947</b>
<b>LIABILITIES</b>							
Current Liabilities:							
Accounts payable	11,668	483	676	-	12,827	-	12,827
Interest payable	10,039	40,324	-	-	50,363	227	50,590
Deposits from others	4,518	6,502	-	-	11,020	7,200	18,220
Due to County of Madera	41,938	23,168	-	-	65,106	65,425	130,531
Due to other divisions	-	6,350	-	(6,350)	-	11,808	11,808
Unearned revenue	1,550	2,230	-	-	3,780	154	3,934
<b>Total Current Liabilities</b>	<b>69,713</b>	<b>79,057</b>	<b>676</b>	<b>(6,350)</b>	<b>143,096</b>	<b>84,814</b>	<b>227,910</b>
Non-Current Liabilities:							
Advances from County of Madera	201,396	253,918	-	-	455,314	4,489	459,803
<b>Total Non-Current Liabilities</b>	<b>201,396</b>	<b>253,918</b>	<b>-</b>	<b>-</b>	<b>455,314</b>	<b>4,489</b>	<b>459,803</b>
<b>Total Liabilities</b>	<b>271,109</b>	<b>332,975</b>	<b>676</b>	<b>(6,350)</b>	<b>598,410</b>	<b>89,303</b>	<b>687,713</b>
<b>NET POSITION</b>							
Net investment in capital assets	602,715	470,787	-	-	1,073,502	519,959	1,593,461
Restricted for debt service	62,656	-	-	-	62,656	-	62,656
Unrestricted	469,068	(222,982)	-	-	246,086	730,031	976,117
<b>Total Net Position</b>	<b>\$ 1,134,439</b>	<b>\$ 247,805</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,382,244</b>	<b>\$ 1,249,990</b>	<b>\$ 2,632,234</b>



**SERVICE AREA 03 – PARKSDALE  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**ENTERPRISE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGE IN NET POSITION  
FOR THE YEAR ENDED JUNE 30, 2021**

	SA 03						Total
	Water	Sewer	Street		Total	SA 03B	
			Lights	Eliminations			
Operating Revenues:							
Charges for services	\$ 316,109	\$ 435,530	\$ -	\$ -	\$ 751,639	\$ 297,081	\$ 1,048,720
Other revenues	<u>2,404</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,404</u>	<u>170</u>	<u>2,574</u>
Total Operating Revenues	<u>318,513</u>	<u>435,530</u>	<u>-</u>	<u>-</u>	<u>754,043</u>	<u>297,251</u>	<u>1,051,294</u>
Operating Expenses:							
Services and supplies	66,725	57,900	-	-	124,625	139,822	264,447
Maintenance	85,054	37,700	189	-	122,943	38,672	161,615
Insurance	22,669	22,669	-	-	45,338	-	45,338
Utilities	53,184	235,980	8,097	-	297,261	20,697	317,958
Depreciation	<u>21,833</u>	<u>17,702</u>	<u>-</u>	<u>-</u>	<u>39,535</u>	<u>15,796</u>	<u>55,331</u>
Total Operating Expenses	<u>249,465</u>	<u>371,951</u>	<u>8,286</u>	<u>-</u>	<u>629,702</u>	<u>214,987</u>	<u>844,689</u>
Operating Income (Loss)	<u>69,048</u>	<u>63,579</u>	<u>(8,286)</u>	<u>-</u>	<u>124,341</u>	<u>82,264</u>	<u>206,605</u>
Non-Operating Revenue (Expenses):							
Taxes	297	296	-	-	593	-	593
Investment income	2,693	22	-	-	2,715	2,948	5,663
Intergovernmental	3,795	-	-	-	3,795	-	3,795
Interest and fiscal charges	<u>(1,179)</u>	<u>(3,575)</u>	<u>-</u>	<u>-</u>	<u>(4,754)</u>	<u>(20)</u>	<u>(4,774)</u>
Total Non-Operating Revenue (Expenses)	<u>5,606</u>	<u>(3,257)</u>	<u>-</u>	<u>-</u>	<u>2,349</u>	<u>2,928</u>	<u>5,277</u>
Income (Loss) Before Transfers	74,654	60,322	(8,286)	-	126,690	85,192	211,882
Transfers in	-	-	8,286	(8,286)	-	-	-
Transfers out	<u>(8,286)</u>	<u>-</u>	<u>-</u>	<u>8,286</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in Net Position	66,368	60,322	-	-	126,690	85,192	211,882
Net Position (Deficit), Beginning of Year	<u>1,068,071</u>	<u>187,483</u>	<u>-</u>	<u>-</u>	<u>1,255,554</u>	<u>1,164,798</u>	<u>2,420,352</u>
Net Position (Deficit), End of Year	<u>\$ 1,134,439</u>	<u>\$ 247,805</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,382,244</u>	<u>\$ 1,249,990</u>	<u>\$ 2,632,234</u>

**SERVICE AREA 03 – PARKSDALE  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**ENTERPRISE FUNDS  
COMBINING STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2021**

	SA 03			SA 03B	Total	
	Water	Sewer	Street Lights			Total
Cash flows from operating activities:						
Cash receipts from customers and users	\$ 325,154	\$ 431,099	\$ -	\$ 756,253	\$ 296,939	\$ 1,053,192
Cash paid to suppliers	<u>(221,184)</u>	<u>(376,517)</u>	<u>(7,758)</u>	<u>(605,459)</u>	<u>(157,646)</u>	<u>(763,105)</u>
Net cash provided by (used for) operating activities	<u>103,970</u>	<u>54,582</u>	<u>(7,758)</u>	<u>150,794</u>	<u>139,293</u>	<u>290,087</u>
Cash flows from non-capital financing activities:						
Taxes	297	296	-	593	-	593
Transfer from (to) other divisions	(8,286)	-	8,286	-	-	-
Inter-division loans	<u>109,671</u>	<u>(55,038)</u>	<u>-</u>	<u>54,633</u>	<u>(54,633)</u>	<u>-</u>
Net cash provided by (used for) non-capital financing activities	<u>101,682</u>	<u>(54,742)</u>	<u>8,286</u>	<u>55,226</u>	<u>(54,633)</u>	<u>593</u>
Cash flows from investing activities:						
Investment income received	<u>2,727</u>	<u>160</u>	<u>-</u>	<u>2,887</u>	<u>3,223</u>	<u>6,110</u>
Net cash provided by (used for) investing activities	<u>2,727</u>	<u>160</u>	<u>-</u>	<u>2,887</u>	<u>3,223</u>	<u>6,110</u>
Net increase (decrease) in cash and investments	208,379	-	528	208,907	87,883	296,790
Cash and investments, beginning of the year	<u>490,919</u>	<u>-</u>	<u>148</u>	<u>491,067</u>	<u>704,475</u>	<u>1,195,542</u>
Cash and investments, end of the year	<u>\$ 699,298</u>	<u>\$ -</u>	<u>\$ 676</u>	<u>\$ 699,974</u>	<u>\$ 792,358</u>	<u>\$ 1,492,332</u>
<b>Reconciliation of Cash and Investments to the Statement of Net Position</b>						
Cash and Investments per Statement of Net Position	\$ 636,642	\$ -	\$ 676	\$ 637,318	\$ 792,358	\$ 1,429,676
Restricted Cash and Investments per Statement of Net Position	<u>62,656</u>	<u>-</u>	<u>-</u>	<u>62,656</u>	<u>-</u>	<u>62,656</u>
Total Cash and Investments per Statement of Net Position	<u>\$ 699,298</u>	<u>\$ -</u>	<u>\$ 676</u>	<u>\$ 699,974</u>	<u>\$ 792,358</u>	<u>\$ 1,492,332</u>

**SERVICE AREA 03 – PARKSDALE  
(A COMPONENT UNIT OF THE COUNTY OF MADERA, CALIFORNIA)**

**ENTERPRISE FUNDS  
COMBINING STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2021**

	SA 03					
	Street				SA 03B	Total
	Water	Sewer	Lights	Total		
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided By (Used for) Operating Activities</b>						
Operating income (loss)	\$ 69,048	\$ 63,579	\$ (8,286)	\$ 124,341	\$ 82,264	\$ 206,605
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:						
Depreciation	21,833	17,702	-	39,535	15,796	55,331
Changes in operating assets and liabilities:						
Decrease/(Increase) in accounts receivable	6,509	(4,966)	-	1,543	(194)	1,349
Increase/(Decrease) in accounts payable	6,527	(18,676)	676	(11,473)	(4,911)	(16,384)
Increase/(Decrease) in due to County of Madera	(79)	(3,592)	(148)	(3,819)	46,456	42,637
Increase/(Decrease) in deposits from others	(111)	110	-	(1)	-	(1)
Increase/(Decrease) in unearned revenue	243	425	-	668	(118)	550
Net cash provided by (used for) operating activities	\$ 100,175	\$ 54,582	\$ (7,758)	\$ 146,999	\$ 139,293	\$ 286,292