

***YOLO COUNTY RESOURCE
CONSERVATION DISTRICT***

Report on Audit
Year Ended June 30, 2023

YOLO COUNTY RESOURCE CONSERVATION DISTRICT

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Independent Auditor's Report

To the Board of Directors
Yolo County Resource Conservation District
Woodland, California

Opinions

We have audited the accompanying financial statements of the governmental activities and general fund of the Yolo County Resource Conservation District (District) as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and general fund of the Yolo County Resource Conservation District, as of June 30, 2023, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

To the Board of Directors
Yolo County Resource Conservation District
Woodland, California

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from an error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

To the Board of Directors
Yolo County Resource Conservation District
Woodland, California

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information be presented to supplement the basic financial statements. Such 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. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Perry, Bunch & Johnston, Inc.

Woodland, California
November 27, 2023

YOLO COUNTY RESOURCE CONSERVATION DISTRICT

STATEMENT OF NET POSITION

June 30, 2023

ASSETS

	Total Governmental Activities
CURRENT ASSETS:	
Cash and investments	\$ 402,297
Restricted cash	14,886
Property tax receivable	96
Accounts receivable	8,942
Due from other governmental entities	693,743
Total Current Assets	1,119,964
NON-CURRENT ASSETS:	
Capital assets:	
Depreciable, net of accumulated depreciation	154,959
Total Non-Current Assets	154,959
Total Assets	\$ 1,274,923

LIABILITIES AND NET POSITION

LIABILITIES:

Current Liabilities:

Accounts payable	\$ 20,539
Due to other governmental entities	18,839
Accrued expenses	4,102
Salaries and benefits payable	39,637
Compensated absences	57,263
Deferred revenue	50,615
Notes payable, current	9,328

Total Current Liabilities

200,323

Non-Current Liabilities:

Notes payable, long-term	6,678
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Total Long-Term Liabilities

6,678

Total Liabilities

207,001

NET POSITION:

Net investment in capital assets	138,953
Restricted	14,886
Unrestricted	914,083

Total Net Position

1,067,922

Total Liabilities and Net Position

\$ 1,274,923

YOLO COUNTY RESOURCE CONSERVATION DISTRICT

STATEMENT OF ACTIVITIES

Year Ended June 30, 2023

	Total Governmental Activities
PROGRAM EXPENSES:	
Administrative salaries and wages including payroll taxes and benefits	\$ 482,918
Project costs including salaries, wages, payroll taxes and benefits	2,129,351
Depreciation expense	24,864
Employee related expenses	17,078
Insurance	19,816
Vehicle expense and maintenance	50,678
Memberships	2,350
Interest	396
Office expense	8,373
Professional and specialized services	75,238
Equipment leases	2,164
Rents and utilities	27,383
Miscellaneous	13,448
Total Program Expenses	2,854,057
PROGRAM REVENUES:	
Charges for services	2,901,613
Intergovernmental revenue	36,976
Total Program Revenues	2,938,589
Net Program Expenses	84,532
GENERAL REVENUES:	
Miscellaneous	8,662
Property taxes	26,120
Interest income	4,921
Gain on sale of asset	1,100
Total General Revenues	40,803
Change in Net Position	125,335
Net Position, Beginning of Year	942,587
Net Position, End of Year	\$ 1,067,922

YOLO COUNTY RESOURCE CONSERVATION DISTRICT

BALANCE SHEET - GOVERNMENTAL FUNDS

June 30, 2023

ASSETS

	<u>General</u>
ASSETS:	
Cash and cash investments	\$ 402,297
Restricted cash	14,886
Accounts receivable	7,691
Due from other government entities	<u>209,820</u>
Total Assets	<u>\$ 634,694</u>

LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE

LIABILITIES:	
Accounts payable	\$ 20,539
Due to other governmental entities	18,839
Accrued expenses	4,102
Salaries and benefits payable	39,637
Deferred revenue	<u>50,615</u>
Total Liabilities	<u>133,732</u>
FUND BALANCE:	
Unassigned	486,076
Assigned	<u>14,886</u>
Total Fund Balance	<u>500,962</u>
Total Liabilities, Deferred Inflows and Fund Balance	<u>\$ 634,694</u>

YOLO COUNTY RESOURCE CONSERVATION DISTRICT

**RECONCILIATION OF THE BALANCE SHEET OF THE
GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION**

June 30, 2023

Governmental fund balance \$ 500,962

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

Accounts receivable that will not be collected within sixty days of the end of the current period are not reported in the governmental fund balance sheet.

Accounts receivable 485,270

Capital assets used in government activities are not financial resources and, therefore, are not reported in the funds.

Capital assets net of accumulated depreciation 154,959

Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.

Compensated absences (57,263)
Loans payable (16,006)

Net Position of Governmental Activities \$ 1,067,922

YOLO COUNTY RESOURCE CONSERVATION DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - GOVERNMENTAL FUNDS

Year Ended June 30, 2023

	<u>General</u>
REVENUES:	
Charges for services	\$ 2,653,231
Intergovernmental revenue	36,976
Miscellaneous revenues	8,662
Property taxes	26,120
Interest income	4,921
Gain on sale of asset	1,100
	<u>2,731,010</u>
Total Revenues	<u>2,731,010</u>
EXPENDITURES:	
Capital outlay	128,329
Debt service	8,932
Employee related expenses	17,078
Equipment leases	2,164
Insurance	19,816
Interest	396
Memberships	2,350
Miscellaneous	13,448
Office expense	8,373
Professional and specialized services	73,312
Project costs including salaries, wages, payroll taxes and benefits	2,129,351
Rents and utilities	27,383
Administrative salaries and wages including payroll taxes and benefits	476,353
Vehicle expense and maintenance	50,678
	<u>2,957,963</u>
Total Expenditures	<u>2,957,963</u>
Change in Fund Balance	(226,953)
Fund Balance, Beginning of Year	<u>727,915</u>
Fund Balance, End of Year	<u><u>\$ 500,962</u></u>

YOLO COUNTY RESOURCE CONSERVATION DISTRICT

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE OF GOVERNMENTAL FUNDS TO THE STATEMENTS OF ACTIVITIES**

Year Ended June 30, 2023

Net change in fund balance \$ (226,953)

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

Revenues in the statements of activities that do not provide current financial resources are not reported as revenues in the governmental funds.

Charges for services 248,382

Governmental funds report capital outlay as expenditures. However, in the statement of activities, the costs of those assets are allocated over their estimated useful lives as depreciation expense.

Capital outlay 128,329
Current year depreciation expense (24,864)

Repayment of the principal of long-term debt consumes the current financial resources of governmental funds. These transaction do not have any affect on net assets. 8,932

Advances for IT services are expensed entirely in the period paid for governmental funds. In the statement of activities, payments for IT services are expensed in the period used. (1,926)

Some expenses reported in the statements of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental fund.

Compensated absences (6,565)

Change in Net Position of Governmental Activities \$ 125,335

NOTES TO THE FINANCIAL STATEMENTS

Year Ended June 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

FINANCIAL REPORTING ENTITY AND NATURE OF ACTIVITIES:

The Yolo County Resource Conservation District (the District), was formed on June 16, 1977 under the California Soil Conservation Act. Yolo County Resource Conservation District is a special district of the County of Yolo, California, providing leadership in improving the condition of the natural resources in Yolo County. The District is a governed entity administered by a Board of Directors (the Board) that acts as the authoritative and legislative body of the entity. The Board appoints the President of the Board from existing board members. The Chair's responsibilities are to preside at all meetings of the Board and perform all duties commonly associated with the position of presiding officer of a Board.

The accompanying statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The financial statements include all activities and functions that comprise the District. The District has no component units. Component units are legally separate entities for which the District (primary government) is financially accountable, or for which the exclusion of the component unit would render the financial statements of the primary government misleading. The criteria used to determine if the primary government is financially accountable for a component unit includes whether the primary government appoints the voting majority of the potential component unit's governing body, is able to impose its will on the potential component unit, is in a relationship of financial benefit or burden with the potential component unit, or is fiscally depended upon by the component unit. There are no organizations that fit these criteria. The District is therefore financially accountable solely for its own activities.

MEASUREMENT FOCUS, BASIS OF ACCOUNTING AND FINANCIAL STATEMENT PRESENTATION:

Government-Wide Financial Statements:

The government-wide financial statements (i.e., the statements of net position and the statements of activities) report information on all activities of the District.

The statements of activities demonstrate the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied.

The government-wide financial statements utilize a net position presentation. Net position are categorized as net investment in capital assets - net of related debt, restricted and unrestricted.

- Net Investment in Capital Assets - This category groups all capital assets into one component of net position. Accumulated depreciation and the outstanding balances of debt, attributable to the acquisition, construction or improvement of these assets reduces the balance in this category.
- Restricted - This category represents net position of the District that are legally restricted for special projects as defined by various agreements.

NOTES TO THE FINANCIAL STATEMENTS

Year Ended June 30, 2023

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

Government-Wide Financial Statements: (Continued)

- Unrestricted - This category represents net position of the District not restricted for any project or other purpose.

When both restricted and unrestricted resources are available for use, it is the District's policy to use unrestricted resources first, then restricted resources as they are needed. The District had no restricted resources at year-end for all fiscal years presented.

Fund Financial Statements:

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. 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 generally are recorded when a liability is incurred, as under accrual accounting.

The District uses a single general fund to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The single general fund utilized by the District is a governmental fund. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. The difference between governmental fund assets and liabilities is reported as fund balance.

In the fund financial statements, fund balances are required to be reported according to the following classifications:

- Nonspendable Fund Balance - Includes amounts that cannot be spent because they are either not in spendable form, or, for legal or contractual reasons, must be kept intact. This classification includes inventories, prepaid amounts, assets held for sale, and long-term receivables.
- Restricted Fund Balance - Constraints placed on the use of these resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors or other governments; or are imposed by law (through constitutional provisions or enabling legislation).
- Committed Fund Balance - Amounts that can only be used for specific purposes because of a formal action (resolution or ordinance) by the government's highest level of decision-making authority.
- Assigned Fund Balance - Amounts that are constrained by the District's intent to be used for specific purposes, but that do not meet the criteria to be classified as restricted or committed. Intent can be stipulated by the governing body, another body (such as a Finance Committee), or by an official to whom that authority has been given. With the exception of the General Fund, this is the residual fund balance classification for all governmental funds with positive balances.
- Unassigned Fund Balance - This is the residual classification of the General Fund. Only the General Fund reports a positive unassigned fund balance. Other governmental funds might report a negative balance in this classification, as the result of overspending for specific purposes for which amounts had been restricted, committed or assigned.

NOTES TO THE FINANCIAL STATEMENTS

Year Ended June 30, 2023

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

Fund Financial Statements: (Continued)

The District reports the following major governmental fund:

The General Fund is the District's primary operating fund. It accounts for all financial resources of the general government.

The amounts reported as program revenues in the statement of activities include charges to customers for goods and services and grant funding. General revenues include property taxes, interest income, and miscellaneous revenue.

CASH AND CASH EQUIVALENTS:

The District's cash resides in the Yolo County Treasury and in a commercial bank. The bank account is funded on an imprest (reimbursement) basis with the District's cash in the County Treasury. The District uses the commercial bank to satisfy its obligations resulting from day-to-day operations. As of June 30, 2023 the carrying amount of the bank balance was \$0.

The cash maintained in the County Treasury is pooled with the County of Yolo. The District is a non-mandatory depositor, pursuant to the Health & Safety Code Section 13854. The District's ability to withdraw large sums of cash from the County Treasury may be subject to certain restrictions set by the County Treasurer. The County investment pool is not registered with the Securities and Exchange Commission as an investment company. The County has established a treasury oversight committee to monitor and review the management of public funds maintained in the investment pool in accordance with Article 6, Section 27131 of the California Government Code. The Board of Supervisors reviews and approves the investment policy annually. The oversight committee reviews investment activity and results quarterly. The County Treasurer prepares and submits a comprehensive investment report to the Board of Supervisors every month. The report covers the type of investments in the pool, maturity dates, par value, actual costs, and fair value.

See Yolo County's Comprehensive Annual Financial Report (CAFR) for more details regarding the County's investment pool, including its investment types, investment policy and disclosures related to investment credit risk, concentration of credit risk, interest rate risk and custodial credit risk, as required by GASB Statement No. 40.

BUDGETS:

Budgets are adopted on a basis consistent with generally accepted accounting principles. All budgetary changes during the fiscal year require the approval of the District's Board of Directors. The District's budgetary period is from July 1st to June 30th. All unencumbered annual appropriations lapse at the end of each fiscal year.

ACCOUNTS RECEIVABLE:

Accounts receivable represents the balance owed to the District for services performed as well as amounts due from other governmental agencies.

CAPITAL ASSETS:

Capital assets, which include equipment, are reported in the government-wide financial statements. Capital assets are defined by the District's capitalization policy as assets with an initial cost of more than \$5,000. Such assets are recorded at historical cost if purchased or estimated historical cost if constructed. Donated capital assets are valued at their fair value on the date of donation.

YOLO COUNTY RESOURCE CONSERVATION DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

Year Ended June 30, 2023

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

<u>Description</u>	<u>Estimated Useful Life</u>
Field equipment	15 - 20 years
Office equipment	5 - 10 years
Vehicles	8 - 10 years

Total depreciation expense for the year ended June 30, 2023 was \$24,864.

ACCOUNTS PAYABLE:

Accounts payable represents the balance due for goods received and/or services rendered.

COMPENSATED ABSENCES:

It is the District's policy to permit permanent employees to accumulate earned but unused vacation and sick leave benefits. Accrued vacation is paid at the time of the employee's termination based on established District limitations. Accrued vacation leave is accrued when incurred in the government-wide financial statements. A liability is reported in the governmental fund only if unused vacation, after limitations, is expected to be liquidated (paid out due to an employee separating from service with the District) with expendable available financial resources.

USE OF ESTIMATES:

The preparation of financial statements in conformity with generally accepted accounting principles 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:

As of June 30, 2023, the District's cash consisted of the following:

	2023
Deposits	\$ 84,041
County Treasurer's pool	333,142
Total Cash	\$ 417,183

As of June 30, 2023, the carrying amount of the District's bank deposits was \$84,041 and the bank balance was \$157,173. The bank balance was fully insured by the Federal Depository Insurance Corporation.

The District deposits cash and investments in the Yolo County Treasury. Its total deposits with the County at June 30, 2023, was \$333,142. Funds deposited with the County are part of an investment pool that is managed by the County Treasurer. The District's equity in the County's investment pool is determined by the dollar amount of its deposits, adjusted for withdrawals and distributed investment income. Investment income is determined on an amortized cost basis. Income from the County's pooled investments is allocated to the District based on the District's average daily cash balance for each quarter in relationship to the total of the pooled cash and investments.

YOLO COUNTY RESOURCE CONSERVATION DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

Year Ended June 30, 2023

NOTE 2 - CASH: (Continued)

The County investment pool is not registered with the Securities and Exchange Commission as an investment company. The County has established a treasury oversight committee to monitor and review the management of public funds maintained in the investment pool in accordance with Article 6, Section 27131 of the California Government Code. The Board of Supervisors reviews and approves the investment policy annually. The oversight committee reviews investment activity and results quarterly. The County Treasurer prepares and submits a comprehensive investment report to the Board of Supervisors every month. The report covers the type of investments in the pool, maturity dates, par value, actual costs, and fair value.

CUSTODIAL CREDIT RISK:

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party.

The District maintains cash balances with financial institutions in accordance with California Government Code. The District has not formally adopted its own deposit and investment policies that limit the District's allowable investments or deposits and that address custodial credit risk. The California Government Code does not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provision for deposits: The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits.

NOTE 3 - CAPITAL ASSETS:

Capital asset activity for the fiscal year ended June 30, 2023 was as follows:

	<u>Balance at July 1, 2022</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance at June 30, 2023</u>
Capital assets being depreciated:				
Equipment	\$ 176,858	\$ 128,329	\$ (17,500)	\$ 287,687
Total Capital Assets Being Depreciated	<u>176,858</u>	<u>128,329</u>	<u>(17,500)</u>	<u>287,687</u>
Less accumulated depreciation for:				
Equipment	<u>125,364</u>	<u>24,864</u>	<u>(17,500)</u>	<u>132,728</u>
Total Accumulated Depreciation	<u>125,364</u>	<u>24,864</u>	<u>(17,500)</u>	<u>132,728</u>
Total Capital Assets Being Depreciated - Net	<u>51,494</u>	<u>103,465</u>	<u>-</u>	<u>154,959</u>
Total Capital Assets - Net	<u>\$ 51,494</u>	<u>\$ 103,465</u>	<u>\$ -</u>	<u>\$ 154,959</u>

YOLO COUNTY RESOURCE CONSERVATION DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

Year Ended June 30, 2023

NOTE 4 - LONG-TERM LIABILITIES:

Long-term liability activity for the fiscal year ended June 30, 2023 was as follows:

	<u>Balance at July 1, 2022</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance at June 30, 2023</u>	<u>Due Within 1 Year</u>
Governmental Activities:					
Compensated absences	\$ 50,698	\$ 6,565	\$ -	\$ 57,263	\$ 57,263
Vehicle loan	24,938	-	8,932	16,006	9,328
Total Long-Term Liabilities	<u>\$ 75,636</u>	<u>\$ 6,565</u>	<u>\$ 8,932</u>	<u>\$ 73,269</u>	<u>\$ 66,591</u>

In 2020, the District borrowed \$44,425 at 1.9% to purchase a Toyota Tundra Truck. Payments of \$777 are due monthly. The loan amortization schedule is as follows:

<u>Fiscal Years Ending</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 9,328	\$ 225	\$ 9,553
2025	6,678	55	6,733
Total	<u>\$ 16,006</u>	<u>\$ 280</u>	<u>\$ 16,286</u>

NOTE 5 - RISK MANAGEMENT:

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During the year ended June 30, 2022, the District contracted with private insurance for liability, property, crime, damage, and employee and director insurances.

NOTE 6 - SUBSEQUENT EVENTS:

Management has considered subsequent events for disclosure in the financial statements through November 27, 2023, which represents the date the financial statements were available to be issued.

***YOLO COUNTY RESOURCE
CONSERVATION DISTRICT***

Supplementary Information
Year Ended June 30, 2023

YOLO COUNTY RESOURCE CONSERVATION DISTRICT

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended June 30, 2023

	Budgeted Amounts		Actual	Variance
	Original	Final		
Fund Balance, Beginning of Year	\$ 727,915	\$ 727,915	\$ 727,915	\$ -
RESOURCES (INFLOWS):				
Charges for services	2,548,684	3,851,661	2,653,231	(1,198,430)
Intergovernmental revenue	146	146	36,976	36,830
Miscellaneous	1,544	2,149	8,662	6,513
Property taxes	24,706	26,065	26,120	55
Interest income	3,635	3,635	4,921	1,286
Gain on sale of asset	-	-	1,100	1,100
Available for Appropriations	3,306,630	4,611,571	3,458,925	(1,152,646)
CHARGES TO APPROPRIATIONS (OUTFLOWS):				
Capital outlay	-	37,451	128,329	(90,878)
Debt service	-	-	8,932	(8,932)
Employee related expenses	18,669	18,349	17,078	1,271
Equipment leases	2,280	2,280	2,164	116
Insurance	20,000	20,310	19,816	494
Interest	396	396	396	-
Memberships	2,652	2,709	2,350	359
Miscellaneous	4,935	14,765	13,448	1,317
Office expense	15,463	15,463	8,373	7,090
Professional and specialized services	87,327	78,177	73,312	4,865
Project costs	2,347,807	2,353,236	2,129,351	223,885
Rents and utilities	29,365	28,645	27,383	1,262
Salaries and wages including payroll taxes and benefits	(143,283)	1,191,111	476,353	714,758
Vehicle expense and maintenance	24,227	29,405	50,678	(21,273)
Charges to Appropriations	2,409,838	3,792,297	2,957,963	834,334
Budgetary Fund Balances, End of Year	\$ 896,792	\$ 819,274	\$ 500,962	\$ (318,312)

YOLO COUNTY RESOURCE CONSERVATION DISTRICT

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION - BUDGET AND ACTUAL

Year Ended June 30, 2023

Explanation of Differences Between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures.

	<u>2023</u>
Sources/Inflows of Resources:	
Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule.	\$ 3,458,925
Differences - Budget to GAAP:	
The fund balance at the beginning of the year is a budgetary resource but is not a current-year revenue for financial reporting purposes.	<u>(727,915)</u>
Total revenues as reported on the statements of revenues, expenditures and changes in fund balance - Governmental funds	<u><u>\$ 2,731,010</u></u>
Uses/Outflows of Resources:	
Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule.	<u>\$ 2,957,963</u>
Total expenditures as reported on the statements of revenues, expenditures and changes in fund balance - Governmental funds	<u><u>\$ 2,957,963</u></u>

Budgetary Information:

Although the District is not required to utilize formal budgetary procedures, the District follows the County budget requirement and calendar. An operating budget is prepared on a modified accrual basis each fiscal year for the General Fund. The final budget is adopted on a basis consistent with generally accepted accounting principles (GAAP). The District has established budgetary control at the object code level within the District's financial accounting system. All annual appropriations lapse at fiscal year end.