



**FINANCIAL STATEMENTS
And
INDEPENDENT AUDITOR'S REPORT**

JUNE 30, 2021 and 2020

MI-WUK/SUGAR PINE FIRE PROTECTION DISTRICT

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Blomberg & Griffin Accountancy Corporation
Certified Public Accountant

INDEPENDENT AUDITOR'S REPORT

Board of Directors
Mi-Wuk/Sugar Pine Fire Protection District
MiWuk Village, CA 95346

Report on the Financial Statements

We have audited the accompanying financial statements of Mi-Wuk/Sugar Pine Fire Protection District as of and for the years ended June 30, 2021 and 2020, 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the minimum audit requirements for California Special Districts. Those standards require that we plan and perform the audit 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 auditor's 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 auditor considers 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 opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Mi-Wuk/Sugar Pine Fire Protection District, as of June 30, 2021 and 2020, and the respective changes in financial position, and, where applicable, 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

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 6 and budget and actual statement on page 21 and 22 to 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.



Blomberg & Griffin A.C.

Stockton, CA

October 28, 2021

MI-WUK SUGAR PINE FIRE PROTECTION DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2021 and 2020

Our discussion and analysis of the Mi-Wuk Sugar Pine Fire Protection District's financial performance provides an overview of the District's financial activities for the years ended June 30, 2021 and 2020. Please, read it in conjunction with the District's basic financial statements, which begin on page 6.

Basic Financial Statements

The District's basic financial statements include three components:

- Combined Statement of Net Position
- Combined Statement of Activities – All Fund Types
- Notes to the Financial Statements

The statement of net position includes all the District's assets and liabilities, with the difference between the two reported as net position.

The statement of net position provides the basis for evaluating the capital structure of the District and assessing its liquidity and financial flexibility.

The statement of activities presents information, which shows how, the District's net position changed during each year. Total revenues and expenses are recorded when the underlying transaction occurs, regardless of the timing of the related cash flows. The statement of activities measures the success of the District's operations during the year.

These statements are different from the governmental funds statement which only account for transactions that result in cash receipts or cash disbursements.

The notes to financial statements provide a description of the accounting policies used to prepare the financial statements and present material disclosures required by generally accepted accounting principles that are not otherwise present in the financial statements.

Financial Highlights

Mi-Wuk Sugar Pine Fire Protection District net position net position increase by \$208,109 for the fiscal year ended June 30, 2021. The net position increased primarily due to operating grants, contribution, and other revenue of \$550,362.

Mi-Wuk Sugar Pine Fire Protection District had a change in net position of (\$64,558) for the fiscal year ended June 30, 2020. The cumulative change is primarily due to the depreciation expense of \$57,355.

MI-WUK SUGAR PINE FIRE PROTECTION DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
 June 30, 2021 and 2020

Financial Analysis of the District

Mi-Wuk Sugar Pine Fire Protection District increased its current assets by 40.43% due to the increase in the cash balance. The decrease in non-current assets by 4.02% is primarily due to depreciation expense exceeding capital additions. The decrease of current liabilities is primarily due to note payable and accrued liabilities reduction. The noncurrent liabilities decreased due to loan payments. Net position increased by 28.36% due to revenues were more than the expenses.

Mi-Wuk Sugar Pine Fire Protection District
Statement of Net Position

	30-Jun		Percent Change
	2021	2020	
Current Assets	\$ 335,101	\$ 238,623	40.43%
Non Current Assets	692,646	721,668	-4.02%
Total Assets	1,027,747	960,291	7.02%
Current Liabilities	50,662	69,647	-27.26%
Non Current Liabilities	35,280	156,948	-77.52%
Total Liabilities	85,942	226,595	-62.07%
Net Position	941,805	733,696	28.36%
Total Liabilities & Net Position	\$ 1,027,747	\$ 960,291	7.02%

Summary of Statement of Activity

Mi-Wuk Sugar Pine Fire Protection District Net Position increased by \$208,109 primarily due to the operating grants, contribution, and other revenue. Mi-Wuk Sugar Pine Fire Protection District total expenses increased by 20.19% and total revenues increased by 64.89%. An increase in revenue resulted from increase in operating grants, contribution, and other revenue. The increase in expenses resulted primarily from increase in salaries and benefits expenses.

MI-WUK SUGAR PINE FIRE PROTECTION DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2021 and 2020

Statement of Activities

	<u>2021</u>	<u>2020</u>	<u>Percent Change</u>
Expenses:			
Public Safety	\$ 845,781	\$ 703,701	20.19%
Total Expenses	<u>845,781</u>	<u>703,701</u>	<u>20.19%</u>
Revenues:			
Program Revenues	835,529	442,426	88.85%
General Revenues	<u>218,361</u>	<u>196,717</u>	<u>11.00%</u>
Total Revenues	<u>1,053,890</u>	<u>639,143</u>	<u>64.89%</u>
Change in Net Position	208,109	(64,558)	131.02%
Net Position- Beginning of Year	<u>733,696</u>	<u>798,254</u>	<u>-8.09%</u>
Net Position- End of Year	<u>\$ 941,805</u>	<u>\$ 733,696</u>	<u>28.36%</u>

Capital Assets

Mi-Wuk Sugar Pine Fire Protection District has recorded assets at historical cost or estimated historical cost, if actual historical cost is not available. Donated fixed assets are valued at the estimated fair market value. During the fiscal year ended June 30, 2021, the fixed assets decreased by \$29,022 due to depreciation expense exceeding addition in capital assets. During the fiscal year ended June 30, 2020 the fixed assets decreased by \$68,980.

Economic Factors

In addition, capital expenditures will be dependent on the completion of capital improvement plans and other related factors which cannot be accurately estimated at this time. Summary budget to actual comparison for the fiscal year were as follows:

For the fiscal year ending June 30, 2021, revenues were more than budget by \$285,943 primarily due to increase in intergovernmental revenues. Expenditures were more than budget by \$442,467 due to salaries and wages and principal note and interest payment. A detail of budget comparison is included on page 21.

For the fiscal year ending June 30, 2020, revenues were more than budget by \$154,399 due to increase in intergovernmental and donation revenues. Expenditures were more than budget by \$111,693 due to strike team wages. A detail of budget comparison is included on page 22.

**MI-WUK SUGAR PINE FIRE PROTECTION DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS**

June 30, 2021 and 2020

Contacting the District's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the financial resources it manages and the stewardship of the facilities it maintains. If you have questions about this report or need additional financial information, contact the Mi-Wuk Sugar Pine Fire Protection District at PO Box 530 Mi-Wuk Village, CA 95346.



Chief Klyn



Office Manager/Board Clerk

MI-WUK/SUGAR PINE FIRE PROTECTION DISTRICTStatement of Net Position
Governmental Wide Financial Statement
June 30, 2021 and 2020

	2021 <u>Governmental Activities</u>	2020 <u>Governmental Activities</u>
Assets:		
Current Assets:		
Cash and Investments - (Note 2)	\$ 327,242	\$ 209,760
Prepaid Expenses	4,222	-
Property Tax Receivable	216	228
Due from Other Government	3,421	28,635
Total Current Assets	<u>335,101</u>	<u>238,623</u>
Capital Assets:		
Land	73,132	73,132
Buildings and Improvements	753,847	731,393
Equipment & Vehicle	370,584	367,963
Less: Accumulated Depreciation	<u>(504,917)</u>	<u>(450,820)</u>
Total Capital Assets	<u>692,646</u>	<u>721,668</u>
Total Assets	<u><u>\$ 1,027,747</u></u>	<u><u>\$ 960,291</u></u>
Liabilities:		
Current Liabilities:		
Accounts Payable	\$ 1,805	\$ 2,834
Accrued Liabilities	32,021	38,593
Note Payable - current (Note 4)	16,836	28,220
Total Current Liabilities	<u>50,662</u>	<u>69,647</u>
Non-current Liabilities:		
Note Payable - non-current (Note 4)	35,280	156,948
Total Non-current Liabilities	<u>35,280</u>	<u>156,948</u>
Total Liabilities	<u>85,942</u>	<u>226,595</u>
Net Position:		
Invested in Capital Assets	640,530	536,500
Unrestricted	301,275	197,196
Total Net Position	<u>941,805</u>	<u>733,696</u>
Total Liabilities and Net Position	<u><u>\$ 1,027,747</u></u>	<u><u>\$ 960,291</u></u>

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

MI-WUK/SUGAR PINE FIRE PROTECTION DISTRICT

Statement of Activities

Governmental Wide Financial Statement

For the Fiscal Year Ended June 30, 2021 and 2020

	2021	2020
	Governmental	Governmental
	Activities	Activities
Expenses:		
Salaries & Employee Benefits	\$ 644,505	\$ 529,769
Service & Supplies	147,179	119,145
Depreciation Expense	54,097	54,787
Total Expenses	845,781	703,701
Program Revenues:		
Benefit Assessments	285,167	277,228
Operating Grants, Contributions, and Other Revenues	550,362	165,198
Total Charges for Services and Operating Grants	835,529	442,426
Net Program Expenses	10,252	261,275
General Revenues:		
Property Tax	197,185	191,105
Interest Income	1,095	2,016
Interest Expense	(6,724)	(3,982)
Sale of Surplus Property (Loss)	-	(19,193)
Donation - Others	25	723
Donation - Auxiliary	22,847	22,603
Miscellaneous	3,933	3,445
Total General Revenues	218,361	196,717
Change in Net Position	208,109	(64,558)
Net Position - Beginning of Year	733,696	798,254
Net Position - End of Year	\$ 941,805	\$ 733,696

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

MI-WUK/SUGAR PINE FIRE PROTECTION DISTRICT

Balance Sheet

Governmental Funds

June 30, 2021 and 2020

	2021 General Fund	2020 General Fund
Assets:		
Cash and Investments	\$ 327,242	\$ 209,760
Accounts Receivable	4,222	-
Property Tax Receivable	216	228
Due from Other Government	3,421	28,635
	<u>3,865</u>	<u>28,863</u>
Total Assets	<u>\$ 335,101</u>	<u>\$ 238,623</u>
Liabilities and Fund Balances:		
Liabilities:		
Accounts Payable	\$ 1,805	\$ 2,834
Accrued Liabilities	32,021	38,593
	<u>33,826</u>	<u>41,427</u>
Total Liabilities	<u>33,826</u>	<u>41,427</u>
Fund Balances:		
Unassigned	<u>301,275</u>	<u>197,196</u>
Total Fund Balances	<u>301,275</u>	<u>197,196</u>
Total Liabilities and Fund Balances	<u>\$ 335,101</u>	<u>\$ 238,623</u>

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

MI-WUK/SUGAR PINE FIRE PROTECTION DISTRICT

Reconciliation of the Governmental Funds
Balance Sheet to the Statement of Net Position
June 30, 2021 and 2020

	<u>2021</u>	<u>2020</u>
Fund Balances - Governmental Funds	\$ 301,275	\$ 197,196
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets, net of accumulated depreciation, are not current financial resources and are not included in the governmental funds	692,646	721,668
Note payable are not current expenditures, therefore are not included in governmental funds	<u>(52,116)</u>	<u>(185,168)</u>
Net Position - Governmental Activities	<u>\$ 941,805</u>	<u>\$ 733,696</u>



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

MI-WUK/SUGAR PINE FIRE PROTECTION DISTRICT
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Fiscal Years Ended June 30, 2021 and 2020

	<u>2021</u> <u>General</u> <u>Fund</u>	<u>2020</u> <u>General</u> <u>Fund</u>
Revenues:		
Property Taxes	\$ 197,185	\$ 191,105
Intergovernmental Revenues	550,362	165,198
Use of Money and Property	1,096	2,016
Charges for Services	285,167	277,228
Other Revenues	26,804	36,771
	<hr/>	<hr/>
Total Revenues	1,060,614	672,318
	<hr/>	<hr/>
Expenditures:		
Current:		
Public Safety-Fire	798,408	652,895
Capital Outlay	25,075	15,000
Loan Payments	133,052	27,290
	<hr/>	<hr/>
Total Expenditures	956,535	695,185
	<hr/>	<hr/>
Net Change in Fund Balances	104,079	(22,867)
Fund Balances, July 1, 2020 and 2019	197,196	220,063
	<hr/>	<hr/>
Fund Balances, June 30, 2021 and 2020	<u>\$ 301,275</u>	<u>\$ 197,196</u>

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

MI-WUK/SUGAR PINE FIRE PROTECTION DISTRICT
 Reconciliation of the Statement of Revenues,
 Expenditures and Changes in Fund Balances of Governmental Funds
 to the Statement of Activities

For the Fiscal Years Ended June 30, 2021 and 2020

	2021	2020
Net Change in Fund Balances - Total Governmental Funds	\$ 104,079	\$ (22,867)
<p>Amounts reported for governmental activities in the statement of activities differs from the amounts reported in the statement of revenues, expenditures and changes in fund balance because:</p>		
Governmental funds reports sale of assets receipts as revenue. However, in the statement of activities, the sale of asset is reported against capital asset as a gain or a loss.	-	(29,194)
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the costs of those assets are allocated over their estimated useful lives as depreciation expense or are allocated to the appropriate functional expense when the cost is below the capitalization amount		
Cost of assets capitalized	25,075	15,000
Depreciation expense	(54,097)	(54,787)
Loan principal payments are recorded as a reduction of liabilities in the Statement of Net Positions.	133,052	27,290
Change in Net Position - Governmental Activities	\$ 208,109	\$ (64,558)



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

MI-WUK/SUGAR PINE FIRE PROTECTION DISTRICT

Notes to the Financial Statements

June 30, 2021 and 2020

Note 1: Summary of Significant Accounting Policies

The Mi-Wuk Village Fire Protection District was formed by resolution of the Board of Supervisors of the County of Tuolumne, California, on January 19, 1959. On December 19, 1974 following the "Sugar Pine Annexation" the District was enlarged to its current boundaries and became the Mi-Wuk Sugar Pine Fire Protection District. The District is governed by an elected Board of Directors and is subject to various State of California statutes including the Health and Safety Code Sections 13800-13960 "The Fire Protection District Law of 1987" and others. The District provides fire protection and related services in the Mi Wuk Village and Sugar Pine areas. The District boundaries are detailed on the official records of Tuolumne County.

MI-Wuk Sugar Pine Fire District provides services outside the District as part of the mutual aid agreement with other agencies.

The District is governed by a Board of Directors. Directors are elected by the Citizens of the District for four years terms. Terms are staggered, and there are no term limits.

The financial statements of the District are prepared on the accrual basis of accounting. The following is a summary of the more significant accounting policies:

A. Reporting Entity

The District has defined its reporting entity in accordance with accounting principles generally accepted in the United States of America, which provide guidance for determining which governmental activities, organizations, and functions should be included in the reporting entity. In evaluating how to define the District for financial reporting purposes, management has considered all potential component units. The primary criterion for including a potential component unit within the reporting entity is the governing body's financial accountability. A primary governmental entity is financially accountable if it appoints a voting majority of a component unit's governing body and it is able to impose its will on the component unit, or if there is a potential for the component unit to provide specific financial benefits to, or impose specific financial burdens on, the primary government. A primary government may also be financially accountable if a component unit is fiscally dependent on the primary governmental entity regardless of whether the higher level of government, or a jointly appointed board.

Based on the aforementioned oversight criteria, there are no component units in accordance with Governmental Accounting Standards Board Statement No. 14.

MI-WUK/SUGAR PINE FIRE PROTECTION DISTRICT

Notes to the Financial Statements

June 30, 2021 and 2020

Note 1: Summary of Significant Accounting Policies (Continued)

B. Basis of Accounting

Government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned or, for property tax revenues, in the period for which levied. Expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when both measurable and available. Measurable means the amount of the transaction can be determined and available means collectible in the current period or soon enough thereafter to be used to pay liabilities of the current period. Resources not available to finance expenditures and commitments of the current period are recognized as deferred revenue or as a reservation of fund balance. The District considers property taxes available if they are collected within sixty-days after year-end. Expenditures are recorded when the related fund liability is incurred.

C. Non-Current Governmental Assets/Liabilities

GASB Statement 34 eliminates the presentation of account groups but provides for these records to be maintained and incorporates the information in the government-wide statement of net position.

D. Basis of Presentation

The accounts of the District are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts established for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. The District's resources are accounted for in these individual funds based on the purposes for which they are to be spent and the means by which spending activity is controlled. For financial reporting, these funds have been grouped into the fund type discussed in the following page.

MI-WUK/SUGAR PINE FIRE PROTECTION DISTRICT

Notes to the Financial Statements

June 30, 2021 and 2020

Note I: Summary of Significant Accounting Policies (Continued)

D. Basis of Presentation (Continued)

Governmental Fund Type

Governmental funds are used to account for the District's expendable financial resources and related liabilities. The measurement focus is based upon determination of changes in financial position. The following are the District's governmental funds:

General Fund - This fund accounts for all the financial resources not required to be accounted for in another fund. This fund consists primarily of general government type activities.

E. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

F. Restricted Assets

Restricted assets are financial resources generated for a specific purpose such structural improvements and financing of debt obligations. These amounts are restricted, as their use is limited by applicable bond covenants or other external requirements.

G. Fund Balances

Reservations of fund balances of governmental funds are established to either (1) satisfy legal covenants that require a portion of fund balance to be segregated or (2) identify the portion of the fund balance that is not appropriable for future expenditures.

MI-WUK/SUGAR PINE FIRE PROTECTION DISTRICT

Notes to the Financial Statements

June 30, 2021 and 2020

Note 1: Summary of Significant Accounting Policies (Continued)

H. Property Taxes

The District receives property taxes from Tuolumne County, which has been assigned the responsibility for assessment, collections, and apportionment of property taxes for all taxing jurisdictions within the County. Secured property taxes are levied on July 1 for the following fiscal year and on which date it becomes a lien on real property. Based on a policy by the County called the Teeter Plan, 100% of the allocated taxes are transmitted by the County to the District. The County, in return, receives all penalties and interest. Penalties and interest collected by the County are not allocated to the District. Apportionments are distributed according to the following schedule:

<u>Action</u>	<u>Date</u>	<u>Percent of Levy</u>
1 st apportionment	November 25	10%
2 nd apportionment	By December 25	45%
3 rd apportionment	By April 25	40%
4 th apportionment	By June 25	5%

I. Capital Assets

Capital assets, recorded at historical cost or estimated historical cost if actual historical cost is not available, are reported in governmental activities column of the government-wide financial statements. Contributed fixed assets are valued at their estimated fair market value. Capital assets include land, buildings and building improvements, and equipment. Capital assets are defined by the District as assets with an initial, individual cost of more than \$5,000.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Depreciation is recorded in the government-wide financial statements on the straight-line basis over the useful life of the assets as follows:

<u>Assets</u>	<u>Useful Life</u>
Improvements to land	20 years
Building improvements	10-30 years
Vehicles	10-15 years
Machinery and Equipment	5 years

MI-WUK/SUGAR PINE FIRE PROTECTION DISTRICT

Notes to the Financial Statements

June 30, 2021 and 2020

Note 2: Cash and Investments

Cash at June 30 consisted of the following:

	<u>2021</u>	<u>2020</u>
Cash with County	\$ 326,742	\$ 209,260
Petty Cash	<u>500</u>	<u>500</u>
Total	<u>\$ 327,242</u>	<u>\$ 209,760</u>

The District maintains its general cash account with Tuolumne County Treasurer's office. The County maintains the cash of the District in a "pooled" cash fund for special District's. The cash maintained in the "pooled" cash fund with Tuolumne County at June 30, 2020 was \$326,742. The District maintains the petty cash at a local bank. The petty cash at June 30, 2021 was \$500. The District's investment is presented at fair value in accordance with GASB No. 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools". However, the value of the pool shares in the County that may be withdrawn is determined on an amortized cost basis, which is different than the fair value of the District's portion in the pool.

California Government Code authorizes the Treasurer of the County to invest excess funds in the following list of eligible securities:

- a) Obligations of the U.S. Treasury, agencies and instrumentalities
- b) Banker's acceptances eligible for purchase by the Federal Reserve System
- c) Commercial paper with A-1 rating by Moody's Investors Service or a P-1 rating by Standard and Poor's Corporation
- d) Repurchase agreements or reverse repurchase agreements
- e) Medium-term notes with a five-year maximum maturity from corporations operating within the United States and rated in the top three rating categories by Moody's Investment Service and Standard and Poor's Corporation
- f) Shares of beneficial interest issued by the diversified management companies (money market funds) investing in securities and obligations as outlined in (a through f) above. Certain security rankings and/or organizational requirements apply to this investment

MI-WUK/SUGAR PINE FIRE PROTECTION DISTRICT

Notes to the Financial Statements

June 30, 2021 and 2020

Note 3: Property Plant and Equipment

Activity for general fixed assets capitalized by the District is summarized below:

	<u>Balance 7/1/2020</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 6/30/2021</u>
Governmental Activities:				
Capital Assets, not Being Depreciated:				
Land	\$ 73,132	\$ -	\$ -	\$ 73,132
Capital Assets, Being Depreciated:				
Buildings and Improvements	731,393	22,454	-	753,847
Equipment/Vehicles	367,963	2,621	-	370,584
Total Capital Assets, Being Depreciated	<u>1,099,356</u>	<u>25,075</u>	<u>-</u>	<u>1,124,431</u>
Less Accumulated Depreciation for:				
Building and Improvements	(334,859)	(24,529)	-	(359,388)
Equipment	(115,961)	(29,568)	-	(145,529)
Total Accumulated Depreciation	<u>(450,820)</u>	<u>(54,097)</u>	<u>-</u>	<u>(504,917)</u>
Total Capital Assets, Being Depreciated Net	<u>648,536</u>	<u>(29,022)</u>	<u>-</u>	<u>619,514</u>
Governmental Activities Capital Assets, Net	<u>\$ 721,668</u>	<u>\$ (29,022)</u>	<u>\$ -</u>	<u>\$ 692,646</u>

Note 4: Note Payable

2010 International Prostar Fire Truck: The loan amount is \$133,768.43 with 3.75% fixed interest rate and installment payments of \$8,082.49 due semi-annually. The loan term is 10 years, however, the loan balance as paid in full on May 25, 2021.

1996 International 4800 4x4 Type 3 Fire Pumper: The loan amount is \$84,262.55 with a 3.15% fixed interest rate. The installment payment of \$18,477.99 is due annually. The loan term is 5 years.

	<u>Beginning Balance 7/1/20</u>	<u>Reduction</u>	<u>Balance 06/30/21</u>	<u>Due within one year</u>
Prostar Fire Truck	\$ 116,730	\$ 116,730	\$ -	\$ -
Type 3 Fire Pumper	68,438	16,322	52,116	16,836
Total	<u>\$ 185,168</u>	<u>\$ 133,052</u>	<u>\$ 52,116</u>	<u>\$ 16,836</u>

MI-WUK/SUGAR PINE FIRE PROTECTION DISTRICT

Notes to the Financial Statements

June 30, 2021 and 2020

Note 4: Note Payable (Continued)

1996 International 4800 Type 3

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 16,836	\$ 1,642	\$ 18,478
2023	17,367	1,111	18,478
2024	17,913	565	18,478
Total	<u>\$ 52,116</u>	<u>\$ 3,318</u>	<u>\$ 55,434</u>

Note 5: Related Party Transaction

Mi-Wuk/Sugar Pine Fire Protection District auxiliary is a separate support organization that assists the District through fundraising and donations of cash, equipment, supplies, food and beverages, etc.

Note 6: 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. The District purchases commercial insurance to cover the risk of loss. The \$1,000,000 per occurrence and \$2,000,000 aggregate covers general liability. The District also purchases auto liability, property liability and management liability. The District pays an annual premium for its general insurance coverage.

Note 7: Commitments and Contingencies

The District receives federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursement to the grantor agency for expenditures disallowed under terms of the grant. District management believes such disallowances, if any, would be insignificant. In the normal course of business, the District may be a defendant in lawsuits. Defense of lawsuits are handled by the District's insurance carrier, and losses, if any, would be expected to be covered by insurance. District officials are of the opinion that lawsuits, if any, will not have a material adverse effect on the District's financial position.

MI-WUK/SUGAR PINE FIRE PROTECTION DISTRICT

Notes to the Financial Statements

June 30, 2021 and 2020

Note 8: Fund Balance Classifications

In pursuant of GASB 54, District procedures to classify fund balance are as follows:

- Restricted
- Nonspendable
- Committed
- Assigned
- Unassigned

In the governmental fund balance sheet and the statement of net position, the District has one classification for fund balance: Unassigned. The unassigned fund balance is used to classify the fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to a specific purpose.

Note 9: Mutual Aid Agreement

The District is a party to the “County of Tuolumne Fire Agencies Master Mutual Aid Agreement”. The Agreement is a mutual cooperation agreement to increase fire protection resources and other emergency operations to assure adequate protection to the community. The Agreement is intended to cover day-to-day mutual aid only and shall have no force or effect when the State of California, Office of Emergency Services Master Mutual Aid Agreement becomes operative. Under the Agreement, the District assumed all costs for salaries, bonuses, or other compensation for its own personnel, apparatus, equipment, and tools used specifically in response to a request for mutual aid and shall make no charge for such use to the requesting party. The Agreement has no termination date; however, the District may at any time terminate by serving a 30-day notice in writing to all of the other parties to the agreement.

Note 10: Subsequent Events

Management has evaluated subsequent events through March 02, 2022, the date these financial statements were available for release.

Note 11: 457 Deferred Compensation Plan:

The District maintains a deferred compensation plan for the benefit of qualified employees. The assets of the plan are not included in the financial statements of the District.

MI-WUK/SUGAR PINE FIRE PROTECTION DISTRICT

Statement of Revenues, Expenditures and

Changes in Fund Balances

Budget and Actual - General Fund

For the Fiscal Year Ended June 30, 2021

	Budgeted Amounts		Actual	Favorable (Unfavorable)
	Initial	Final		
Revenues:				
Property Taxes	\$ 202,916	\$ 194,558	\$ 197,185	\$ 2,627
Intergovernmental Revenues	-	267,752	550,362	282,610
Use of Money and Property	1,510	1,500	1,096	(404)
Charges for Services	285,413	285,413	285,167	(246)
Other Revenues	47,989	25,448	26,804	1,356
Total Revenues	537,828	774,671	1,060,614	285,943
Expenditures:				
Salaries and Benefits	374,836	392,326	644,505	(252,179)
Clothing and Personal Supplies	1,000	1,000	48,514	(47,514)
Communications	4,987	4,088	4,208	(120)
Food- Other	255	255	298	(43)
Household Expenses	1,100	1,100	2,402	(1,302)
Insurance	5,637	6,581	6,581	-
Maintenance	22,525	21,862	17,860	4,002
Dues and Memberships	3,020	3,293	4,459	(1,166)
Office Expenses	2,050	2,100	2,416	(316)
Professional Services	22,315	21,360	26,506	(5,146)
Publications and Legal Notices	250	175	162	13
Rents and Leases	2,960	1,585	3,121	(1,536)
Small Tools	300	300	105	195
Special Department Expenses	1,844	1,000	1,282	(282)
SDE - Awards and Certificates	6	50	-	50
Transportation and Travel	13,050	13,050	13,646	(596)
Utilities	9,917	9,300	13,003	(3,703)
Interest & Notes Principal Payments	34,643	34,643	139,777	(105,134)
Equipment and Capital Outlay	4,092	-	27,690	(27,690)
Total Expenditures	504,787	514,068	956,535	(442,467)
Net Change in Fund Balances	\$ 33,041	\$ 260,603	104,079	\$ (156,524)
Fund Balance as of July 1, 2020			197,196	
Fund Balances, June 30, 2021			\$ 301,275	

The accompanying note to the required supplementary information is an integral part of this statement

MI-WUK/SUGAR PINE FIRE PROTECTION DISTRICT

Statement of Revenues, Expenditures and

Changes in Fund Balances

Budget and Actual - General Fund

For the Fiscal Year Ended June 30, 2020

	Budgeted Amounts		Actual	Variance
	Initial	Final		Favorable (Unfavorable)
Revenues:				
Property Taxes	\$ 189,961	\$ 195,461	\$ 191,105	\$ (4,356)
Intergovernmental Revenues	-	-	165,198	165,198
Use of Money and Property	500	500	2,016	1,516
Charges for Services	421,630	276,950	277,228	278
Other Revenues	52,888	45,008	36,771	(8,237)
	<u>664,979</u>	<u>517,919</u>	<u>672,318</u>	<u>154,399</u>
Expenditures:				
Salaries and Benefits	476,063	430,381	529,769	(99,388)
Clothing and Personal Supplies	23,750	6,816	8,726	(1,910)
Communications	5,400	5,287	4,881	406
Food- Other	665	800	722	78
Household Expenses	2,039	2,250	3,134	(884)
Insurance	4,089	12,755	5,637	7,118
Maintenance	24,594	22,340	23,344	(1,004)
Dues and Memberships	3,716	3,241	3,011	230
Office Expenses	1,192	1,450	1,491	(41)
Professional Services	20,400	21,845	21,264	581
Publications and Legal Notices	239	250	343	(93)
Rents and Leases	3,220	2,961	2,682	279
Small Tools	100	100	295	(195)
Special Department Expenses	638	644	1,851	(1,207)
SDE - Awards and Certificates	100	-	6	(6)
Transportation and Travel	11,230	17,260	16,773	487
Utilities	10,896	12,777	14,235	(1,458)
Interest & Notes Principal Paym	34,643	39,143	31,270	7,873
Equipment and Capital Outlay	18,710	3,192	25,751	(22,559)
	<u>641,684</u>	<u>583,492</u>	<u>695,185</u>	<u>(111,693)</u>
Net Change in Fund Balances	<u>\$ 23,295</u>	<u>\$ (65,573)</u>	(22,867)	<u>\$ 16,673</u>
Fund Balances, July 1, 2019			<u>220,063</u>	
Fund Balances, June 30, 2020			<u>\$ 197,196</u>	

The accompanying note to the required supplementary information is an integral part of this statement

MI-WUK/SUGAR PINE FIRE PROTECTION DISTRICT

Note to the Required Supplementary Information

June 30, 2021 and 2020

Note 1. Budgets and Budgetary Accounting

As required by State law the District prepares and legally adopts a final operating budget. Public hearings were conducted on the proposed and final budget to review all appropriations and the sources of financing.

The budget for the general fund is adopted on the modified cash basis of accounting. The budget for the general fund is the only legally adopted budget.

At the object level, actual expenditures cannot exceed budgeted appropriations. Management can transfer budgeted amounts between expenditure accounts within an object without the approval of the Board of Directors. Significant amendments and appropriation transfers between objects or funds must be approved by the Board of Directors. Appropriations lapse at fiscal year end.

The budgetary data presented in the accompanying financial statements includes all revisions approved by the Board of Directors.

Note 2. Accrued Vacation and Sick Pay

The District reports an accrued liability for vacation and sick pay earned in accordance with GASB 34.