

**Sierraville Public Utility District**

**FINANCIAL STATEMENTS**

**AUDIT REPORT**

**June 30, 2024**



August 20, 2024

Sierraville Public Utility District

**INDEPENDENT AUDITOR'S REPORT**

**Opinions**

We have audited the accompanying financial statements of Sierraville Public Utility District as of and for the years-ended June 30, 2024, as listed in the Table of Contents. In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Sierraville Public Utility District as of June 30, 2024, and the respective changes in financial position, and cash flows where applicable for the years then ended, in conformity 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 (GAAS). 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**

The District's 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, 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.

**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 GAAS 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 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 GAAS, 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.

### **Other Matters**

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis information and Budget VS. Actual comparison 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 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 principally of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with managements 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 assurances on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide an assurance.

*PnPCPA*

PNPCPA

**Sierraville Public Utility District**

**Audit Report  
June 30, 2024**

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**Sierraville Public Utility District**

**Management’s Discussion and Analysis  
For the year ended June 30, 2024**

The intent of the management’s discussion and analysis is to provide highlights of the Sierraville Public Utility District’s financial activities for the fiscal year ended June 30, 2024.

**The District’s Operations – an Overview**

The District was established in 1945, under the California State Government Code. The District currently provides water services throughout Sierraville

The funding for operating the department comes from an ad valorem tax, a special tax and local charges for services. The District does, on occasion receive financial assistance from monies earned from, private donations and occasional grants.

***FINANCIAL HIGHLIGHTS***

**Revenues**

Operating revenues for the fiscal year totaled \$109,522.

**Expenses**

Operating expenses for the fiscal year totaled \$169,761.

**Non-Operating Income/Expenses**

Total Non-Operating income/expenses were \$791,983.

**Capital Expenditures**

Capital expenditures for the fiscal year totaled \$973,345.

**Interest Earnings**

Interest earnings for the year totaled \$67.

**General and Administrative**

The District had similar administrative costs to prior-years.

***BASIS OF ACCOUNTING***

The District’s financial statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net assets includes all of the District’s assets and liabilities. All of the current year’s revenue and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

**Government-Wide Financial Statements**

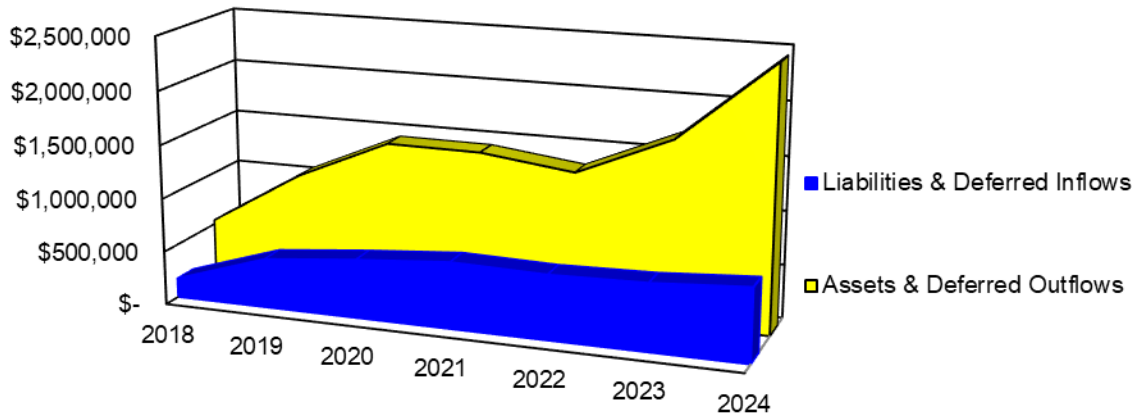
The government-wide financial statements are designed to provide readers with a broad overview of the District’s finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of the District’s assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position

**Sierraville Public Utility District**

**Management’s Discussion and Analysis  
For the year ended June 30, 2024**

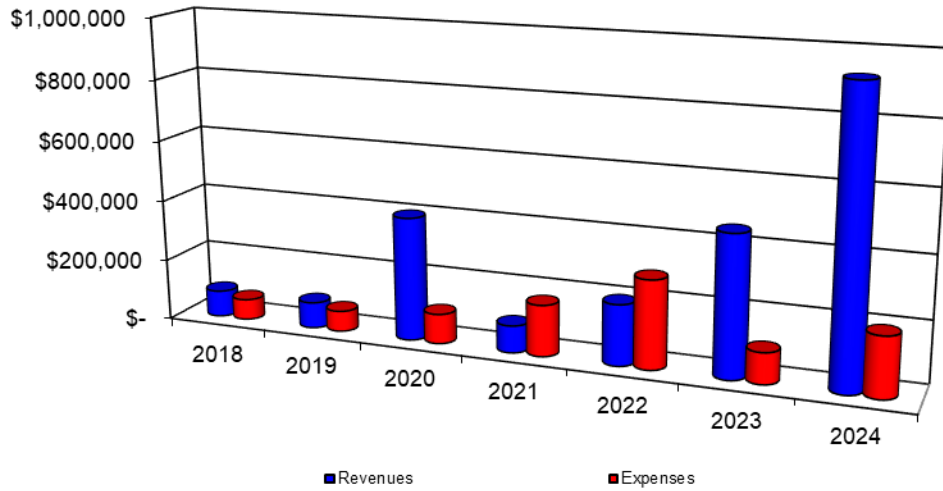
may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.



The *statement of activities* presents information showing how the District’s net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future periods (e.g., uncollected taxes and earned but unused vacation leave).

**Sierraville Public Utility District**

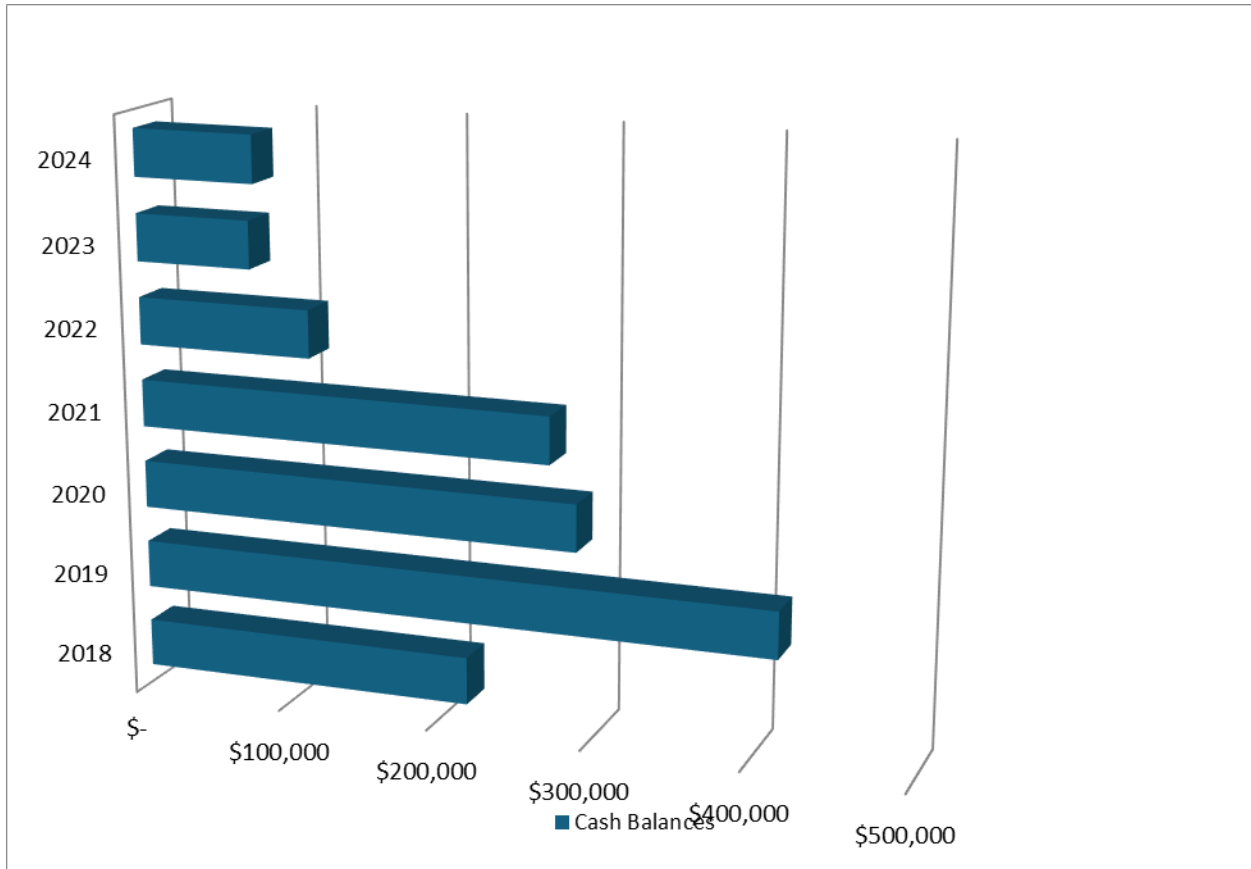
**Management's Discussion and Analysis  
For the year ended June 30, 2024**



The *Statement of Cash Flows* presents information showing how the District's cash changed during the most recent fiscal year. Observing the cash balances at the District's year-end shows the funds available to meet current operating needs, pay current liabilities, and meet the amount of capital improvements required to carry on the District's activities and objectives.

**Sierraville Public Utility District**

**Management’s Discussion and Analysis  
For the year ended June 30, 2024**



The government-wide financial statements report on the function of the District that is principally supported by intergovernmental revenues, and charges for services.

**Fund Financial Statements**

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The District maintains one governmental fund (general fund).

**Notes to the Basic Financial Statements**

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide financial statements.

The District has capital assets (e.g. land, structures, and equipment). Any investment in capital assets would restrict the use of assets for future spending. The unrestricted net assets of the District are available for future use to provide program services.



**Sierraville Public Utility District**

**Management's Discussion and Analysis  
For the year ended June 30, 2024**

**Budgetary Comparison**

The District adopts an annual appropriated budget for the General Fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance.

**Economic Factors and Next Year's Budgets and Rates**

The following factors were considered in preparing the District's budget for the 2024 fiscal year:

- Property tax rates
- Actual expenditures for 2023

***REQUESTS FOR INFORMATION***

This financial report is designed to provide a general overview of the District's finances for all citizens, taxpayers, customers, investors, and creditors. Questions concerning any of the information provided in this report or requests for additional information should be addressed to Sierraville Public Utility District, PO Box 325, Sierraville, California 96126.

# Sierraville Public Utility District

## Statement of Net Position June 30, 2024

### ASSETS

#### Current Assets:

Cash	\$ 10,629
Restricted Cash	69,608
Accounts Receivable	16,851
Deposits & Prepaid Expenses	<u>7,554</u>
Total Current Assets	<u>104,642</u>

#### Capital Assets:

Land	35,937
Buildings, Improvements & Equipment	3,014,959
Construction in Progress	17,266
Less: Accumulated Depreciation	<u>(727,166)</u>
Total Capital Assets	<u>2,340,996</u>

### **TOTAL ASSETS**

2,445,638

### **DEFERRED OUTFLOW**

-

### **TOTAL ASSETS AND DEFERRED OUTFLOWS**

2,445,638

### **LIABILITIES**

#### Current Liabilities:

Accounts Payable	13,254
Current Portion	28,068
Accrued Interest	<u>2,662</u>
Total Current Liabilities	<u>43,984</u>

#### Long-term Liabilities:

Unearned Revenue	-
Note Payable	<u>635,427</u>
Total Long-term Liabilities	<u>635,427</u>

### **TOTAL LIABILITIES**

679,411

### **DEFERRED INFLOWS**

Construction Retainage	<u>-</u>
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### **TOTAL LIABILITIES AND DEFERRED INFLOWS**

679,411

### **NET POSITION**

Net Investment in Capital Assets	1,674,839
Restricted	69,608
Unrestricted	<u>21,780</u>
<b>TOTAL NET POSITION</b>	<u><u>\$ 1,766,227</u></u>

The accompanying notes are an integral part of these financial statements.

**Sierraville Public Utility District**  
**Statement of Activities**  
**For the Year-Ended**  
**June 30, 2024**

	<b>Expenses</b>	<b>Charges for Services</b>	<b>Capital Grants and Contributions</b>	<b>Excess of Revenues/(Expenses)</b>
<b><u>Governmental Activities</u></b>				
Water	194,210	109,522	789,377	704,689
<b>Total Governmental Activities</b>				704,689
 <b>General Revenues:</b>				
Tax Revenue				26,988
Interest & Investment Earnings				67
<b>Total General Revenues</b>				27,055
 <b>NET CHANGE IN NET POSITION</b>				731,744
 <b>NET POSITION, BEGINNING OF YEAR</b>				1,034,483
 <b>NET POSITION, END OF YEAR</b>				\$ 1,766,227

The accompanying notes are an integral part of these financial statements.

## Sierraville Public Utility District

### Statement of Revenues, Expenses & Change in Net Position For the Year Ended June 30, 2024

<u>OPERATING REVENUE</u>	<u>Water</u>
Charges for Service	109,522
<b>TOTAL OPERATING REVENUE</b>	<b>109,522</b>
 <u>OPERATING EXPENSES</u>	
Depreciation	93,970
Water System	30,215
Insurance	7,923
Repairs & Maintenance	1,275
Services, Supplies and Refunds	2,838
Professional Fees	33,540
<b>TOTAL OPERATING EXPENSES</b>	<b>169,761</b>
<b>OPERATING INCOME (Loss)</b>	<b>(60,239)</b>
 <u>NON-OPERATING REVENUES/EXPENSES</u>	
Interest Income	67
Grants & Contributions	789,377
Property Taxes	26,988
Interest Expense	(24,449)
<b>TOTAL NON-OPERATING REVENUES/EXPENSES</b>	<b>791,983</b>
<b><u>CHANGE IN NET POSITION</u></b>	<b><u>\$ 731,744</u></b>

The accompanying notes are an integral part of these financial statements.

**Sierraville Public Utility District**  
**Statement of Cash Flows**  
**For the Year-Ended**  
**June 30, 2024**

	Water
<b><u>CASH FLOWS FROM OPERATING ACTIVITIES:</u></b>	
Cash Received from Charges for Service	\$ 109,287
Cash Received from Other Income	-
Deduct: Cash paid for Operating Expenses	(150,971)
<b>NET CASH FLOWS FROM OPERATING ACTIVITIES</b>	<b>(41,684)</b>
<b><u>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</u></b>	
Interest Expense	(24,449)
Capital Grants	883,929
Notes Payable Draw	233,000
Notes Payable Payments	(71,464)
Purchase of Capital Assets	(1,002,765)
<b>NET CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>	<b>18,251</b>
<b><u>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</u></b>	
Property Tax Receipts	26,988
<b>NET CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>	<b>26,988</b>
<b><u>CASH FLOWS FROM INVESTING ACTIVITIES</u></b>	
Interest Receipts	67
<b>NET CASH FLOWS FROM INVESTING ACTIVITIES</b>	<b>67</b>
<b><u>NET INCREASE (DECREASE) IN CASH</u></b>	<b>3,622</b>
<b><u>CASH, BEGINNING OF YEAR</u></b>	<b>76,615</b>
<b><u>CASH, END OF YEAR</u></b>	<b>\$ 80,237</b>
 <b><u>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES</u></b>	
Operating Income (Loss)	\$ (60,239)
<b>Adjustments to reconcile operating income to net cash provided by operating activities</b>	
Add back depreciation	93,970
(Increase) Decrease in Operating Accounts Receivable	(235)
(Increase) Decrease in Prepaid	(232)
Increase (Decrease) in Accounts Payable	(74,948)
Increase (Decrease) in Current Liabilities	-
<b>Net Cash Provided by Operating Activities</b>	<b>\$ (41,684)</b>

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

## **Sierraville Public Utility District**

### **NOTES TO FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

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

The financial statements of the Sierraville Public Utility District (the District) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. 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. Description of the Reporting Entity**

The District was established in 1945, under the California State Government Code. The District currently provides water services throughout Sierraville

The District is a governed entity administered by a Board of Directors (Board) that acts as the authoritative and legislative body of the entity. The Board is comprised of five board members who are elected by voters living within the District's boundaries or appointed by the Sierra County Board of Supervisors in the absence of an election. Elections are held within the Board to appoint the President. The President's responsibilities are to preside at all meetings of the Board; be the chief officer of the District; perform all duties commonly incident to the position of presiding officer of a board, commission, or business organization; and exercise supervision over the business of the District, its officers, and its employees.

The accompanying general-purpose financial statements comply with the provisions of GASB Statement No. 14, "*The Financial Reporting Entity*," in that the financial statements include all organizations, activities, and functions that comprise the District. Component units are legally separate entities for which the District (the primary entity) is financially accountable. Financial accountability is defined as the ability to appoint a voting majority of the organization's governing body and either (1) the District's ability to impose its will over the organization or (2) the potential that the organization will provide a financial benefit to, or impose a financial burden on, the District. Using these criteria, the District has no component units.

#### **B. Basis of Accounting/Measurement Focus**

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, revenues, expenses, as appropriate. Governmental 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.

#### **C. Government-Wide Financial Statements**

The District Government-Wide Financial Statements include a Statement of Net Position and a Statement of Revenues, Expenses and Changes in Net Position. These statements present summaries of Governmental and Business-Type Activities for the District accompanied by a total column. These statements are presented on an "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all of the District's assets and liabilities, including capital assets as well as

**Sierraville Public Utility District**

**NOTES TO FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

infrastructure assets and long-term liabilities, are included in the accompanying Statement of Net Position. The Statement of Revenues, Expenses and Changes presents changes in 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. The types of transactions reported as operating revenues for the District are reported as charges for services.

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables and receivables. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column.

Operating revenues include (1) charges paid by the recipients of services offered by the program and (2) grants and contributions that are restricted to meeting the operational or capital requirements if a particular program. Revenues that are not classified as program revenues, including taxes are presented instead as non-operating revenues.

Enterprise Funds – The enterprises funds are used to account for all the financial resources of the District. The enterprise net assets is available to the District for any purpose, provided it is expended or transferred according to the general laws of California and the bylaws of the District.

*Exchange and Non-Exchange Transactions of Revenues* – Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. Non-exchange transactions, in which the District receives value without directly giving value in return, include taxes and donations. Revenues are recognized when susceptible to accrual, when they become both measurable and available. Measurable means the amount of the transaction can be determined and available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The District considers property taxes as available if they are collected within 60 days after year-end. The assessor of the County determines the assessed valuations of such property and the tax collector of the County collects the taxes. On an accrual basis, revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specific purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis.

*Expenses* - On an accrual basis of accounting, expenses are recognized at the time they are incurred.

**D. Funds on Deposit, County and Bank**

The District maintains its cash in a local bank.

As of 2024, the primary government had the following investments:

	<u>Fair Value</u>	<u>Rating</u>	<u>Rating Agency</u>
Cash in Local Bank	80,236	FDIC ins.	NA

## **Sierraville Public Utility District**

### **NOTES TO FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

*Interest rate risk.* - The District does not currently have a policy regarding interest rate risk.

*Credit risk.* - The District does not have a formal policy regarding credit risk

*Custodial credit risk.* -The District's investment in the State and County Treasurer's investment pools represents a proportionate interest in the pool's portfolio; however, the District's portion is not identified with specific investments and is not subject to custodial credit risk. Cash in local bank is covered by federal depository insurance.

*Concentration of credit risk.* - The District does not have a policy for concentration of credit risk.

#### **E. Accounts Receivable**

Accounts receivable are recorded at their gross value, where appropriate are reduced by the portion that is considered uncollectable. Accounts receivable consists primarily of service fees that have been billed but not paid as of year-end. Management believes its receivables to be fully collectable due to the ability to place a lien against property for unpaid receivables and, accordingly no allowance for doubtful accounts is necessary.

#### **F. Prepaid Expenses**

Certain payments to vendors reflect costs applicable to future accounting periods are recorded as prepaid items.

#### **G. Fixed Assets**

Capital assets, which include property, plant, and equipment, infrastructure assets and intangible are reported in the applicable governmental -type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an estimated useful life in excess of one year. Property, plant and equipment purchased or acquired is carried at historical cost or estimated historical cost. Donated or contributed capital assets are recorded at their estimated fair value on the date received.

The costs of normal maintenance and repairs are charged to operations as incurred. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets, as applicable.

#### **H. Unearned Revenue**

On an accrual basis, income is recognized in the fiscal year in which the good or service is rendered. Unearned revenue is a liability of the District based upon monies received in advance of being earned.

#### **I. Accounts Payable**

On an accrual basis, expenses are recognized in the fiscal year in which the goods or services are received. Payables are liabilities of the District based upon current year charges for goods or services received but not paid in the current year.



**Sierraville Public Utility District**

**NOTES TO FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**J. Long-Term Debt**

**Sierraville Public Utility District**

**NOTES TO FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

Long-term liabilities at June 30, 2024, consisted of the following:

	Beginning	Additions	Reductions	Ending
USDA Loan 1	147,500		(6,000)	141,500
RCAC LOC	12,552	233,000	(71,464)	174,088
USDA Loan 2	354,877		(6,921)	347,956
	<u>\$ 502,377</u>	<u>\$ -</u>	<u>\$ (12,921)</u>	<u>\$ 489,456</u>

USDA Loan No. 1

In 1999 the District entered into a loan with the US Dept of Agriculture(USDA) of \$241,700 (water system improvement). The loan bears interest at a rate of 4.5%, per annum.

USDA Loan No. 1 payemnts for the year-ended June 30,

	Interest	Principal	Total
2025	6,187	7,000	13,187
2026-2030	25,920	39,000	64,920
2031-2035	16,155	48,000	64,155
2036-2039	4,343	47,450	51,793
	<u>\$ 52,605</u>	<u>\$ 141,450</u>	<u>\$ 194,055</u>

USDA Loan No. 2

In 2019 the District entered into a loan with the US Dept. of Agriculture (USDA) for \$375,000 (water tank project). The loan bears interest at 1.875%, per annum, with interest paid semi-annually; principle payments are made annually in November through 2059.

USDA Loan No. 2 payemnts for the year-ended June 30,

	Interest	Principal	Total
2025	6,518	7,088	13,606
2026-2030	30,548	37,482	68,030
2031-2035	26,994	41,036	68,030
2036-2040	23,096	44,934	68,030
2041-2045	18,815	49,215	68,030
2046-2050	14,115	53,915	68,030
2051-2055	8,955	59,075	68,030
2056-2060	4,692	55,211	59,903
	<u>\$ 133,733</u>	<u>\$ 347,956</u>	<u>\$ 481,689</u>

**Sierraville Public Utility District**

**NOTES TO FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**K. Property Tax Revenue**

The County, through the Auditor-Controller's Office and the Treasury-Tax Collector, is responsible for collecting and distributing property taxes according to the alternative method of distributing known as the Teeter Plan. Under the Teeter Plan, the current year's secured property tax levy is distributed to participating agencies with the County without consideration of whether the tax has been collected.

**L. Net Position**

The District's net position represents the difference between its assets and liabilities in the statement of net position. Net position is reported as restricted when there are legal limitations imposed on their use by their source. Portions of the unreserved net position or fund balance may be designated to indicate tentative plans for financial resources utilization in a future period, such as for general contingencies, purchase of capital assets, or debt service. Such plans or intent are subject to change and may never be legally authorized or result in expenditures.

**M. Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

**NOTE 2: RISK MANAGEMENT**

The District is exposed to various risks of loss related to torts; damage to, and theft or destruction of assets; errors and omissions; injuries to employees; and natural disasters. During 2024, the District contracted with private insurance agencies for liability, property, crime damage, and employee and director insurances.

**NOTE 3: USE OF RESTRICTED/UNRESTRICTED NET POSITION**

When an expense is incurred for purposes for which both restricted and unrestricted net position is available, the District's policy is to apply restricted net position first.

**NOTE 4: COMPARATIVE DATA AND RECLASSIFICATIONS**

Comparative data for the prior year have been presented in certain sections of the accompanying financial statements in order to provide an understanding of changes in the District's financial position and operations. Also, certain amounts presented in the prior year data have been reclassified in order to be consistent with current year's presentation.

**Sierraville Public Utility District**

**NOTES TO FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 5: RISK OF LOSS**

The District is exposed to various risks of loss related to theft of, damage to, and destruction of assets; and injuries to employees. During the 2024 fiscal year, the District purchased certain commercial insurance coverage to provide for these risks.

**NOTE 6: CONTIGENCIES**

As of June 30, 2024, the District did not have any pending litigation. The District has entered into a contract with Farr Construction for the construction of a water pump station.

**NOTE 7: DATE OF MANAGEMENT'S REVIEW**

Subsequent events have been evaluated through **August 20, 2024**, which is the date the financial statements were available to be issued. As of July 1, 2024 the District refinanced the Line of Credit into a Long-Term note with RCAC

**Sierraville Public Utility District**

**Supplemental Information**

**June 30, 2024**

**Sierraville Public Utility District**

**Statement of Revenues, Expenses & Change in Net Position  
Budget and Actual - General Fund  
For the Year Ended  
June 30, 2024**

<b><u>OPERATING REVENUE</u></b>	<b><u>Budget</u></b>	<b><u>Water</u></b>	<b><u>Variance</u></b>
Charges for Service	<u>118,125</u>	<u>109,522</u>	<u>8,603</u>
<b>TOTAL OPERATING REVENUE</b>	<b><u>118,125</u></b>	<b><u>109,522</u></b>	<b><u>8,603</u></b>
 <b><u>OPERATING EXPENSES</u></b>			
Depreciation	-	93,970	(93,970)
Water System	31,950	30,215	1,735
Insurance	8,500	7,923	577
Repairs & Maintenance	9,700	1,275	8,425
Services, Supplies and Refunds	23,945	2,837	21,108
Professional Fees	<u>31,100</u>	<u>33,540</u>	<u>(2,440)</u>
<b>TOTAL OPERATING EXPENSES</b>	<b><u>105,195</u></b>	<b><u>169,760</u></b>	<b><u>(64,565)</u></b>
	-		
<b>OPERATING INCOME (Loss)</b>	<b><u>12,930</u></b>	<b><u>(60,238)</u></b>	<b><u>73,168</u></b>
 <b><u>NON-OPERATING REVENUES/EXPENSES</u></b>			
Interest Income	350	67	283
Grants & Contributions	-	789,377	<b>(789,377)</b>
Property Taxes	28,000	26,988	1,012
Interest Expense	<u>(41,280)</u>	<u>(24,449)</u>	<u>(16,831)</u>
<b>TOTAL NON-OPERATING REVENUES/EXPENSES</b>	<b><u>(12,930)</u></b>	<b><u>791,983</u></b>	
<b>CHANGE IN NET POSITION</b>	<b><u>\$ -</u></b>	<b><u>\$ 731,744</u></b>	