

**GOLD MOUNTAIN
COMMUNITY SERVICES DISTRICT**

FINANCIAL STATEMENTS

JUNE 30, 2022

DRAFT

INDEPENDENT AUDITOR'S REPORT

Board of Directors
Gold Mountain Community Services District
Clio, CA 96106

Opinion

We have audited the accompanying financial statements of the governmental activities and business-type activities of Gold Mountain Community Services District, as of and for the year ended June 30, 2022, 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 business-type activities of Gold Mountain Community Services District as of June 30, 2022, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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 Gold Mountain Community Services 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 opinion.

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 Gold Mountain Community Services 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 opinion. 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 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.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison information be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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.

Management has omitted the Management Discussion and Analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises Gold Mountain Community Services District's organization, but does not include the basic financial statements and our auditor's report thereon. Our opinion on the basic financial statements does not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

BODEN KLEIN & SNEESBY
Certified Public Accountants

Roseville, California
October 10, 2025

GOLD MOUNTAIN COMMUNITY SERVICES DISTRICT
Governmental Fund Balance Sheet / Statement of Net Position
June 30, 2022

	Governmental Fund			Enterprise Fund	
	General Fund	Adjustments	Statement of Net Position	Water & Sewer	Total
ASSETS					
Current assets					
Cash and investments	\$ 213,459	\$ -	\$ 213,459	\$ 172,725	\$ 386,184
Accounts receivable	27,795	-	27,795	24,034	51,829
Total current assets	241,254	-	241,254	196,759	438,013
Other assets					
Restricted cash (note3)	37,504	-	37,504	242,360	279,864
Prepaid - building rent	-	21,540	21,540	81,699	103,239
Capital assets, Net of accumulated depreciation	-	47,867	47,867	2,033,728	2,081,595
Work in progress	-	-	-	739,299	739,299
Total capital assets	-	47,867	47,867	2,773,027	2,820,894
Total Assets	\$ 278,758	\$ 69,407	\$ 348,165	\$ 3,293,845	\$ 3,642,010

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

GOLD MOUNTAIN COMMUNITY SERVICES DISTRICT
Governmental Fund Balance Sheet / Statement of Net Position
June 30, 2022

	Governmental Fund			Enterprise Fund	
	General Fund	Adjustments	Statement of Net Position	Water & Sewer	Total
LIABILITIES					
Current liabilities					
Accounts payable	\$ -	\$ -	\$ -	\$ 15,736	\$ 15,736
Customer prepaids	-	-	-	26,095	26,095
Total current liabilities	-	-	-	41,831	41,831
Fund Balance / Net position					
Fund Balance:					
Assigned	267,934	(267,934)	-		
Unassigned	10,824	(10,824)	-		
Total fund balances	278,758	(278,758)	-		
Total liabilities and fund balances	<u>\$ 278,758</u>				
Net Position:					
Net investment in capital assets		47,867	47,867	2,773,027	2,820,894
Restricted		-	-	171,698	171,698
Unrestricted		300,298	300,298	307,289	607,587
Total net position		348,165	348,165	3,252,014	3,600,179
Total liabilities and net position		<u>\$ 69,407</u>	<u>\$ 348,165</u>	<u>\$ 3,293,845</u>	<u>\$ 3,642,010</u>

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

GOLD MOUNTAIN COMMUNITY SERVICES DISTRICT
Statement of Activities and Changes in Net Position
For the Year Ended June 30, 2022

Functions/Programs	Program Revenues				Net (Expense) Revenues and Changes in Nets Positions		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Primary governmental Activities							
Fire service	\$ 147,922	\$ -	\$ -	\$ -	\$ (147,922)	\$ -	\$ (147,922)
Total governmental activities	147,922	-	-	-	(147,922)	-	(147,922)
Business-type activities							
Water	369,716	306,096	-	242,714	-	179,094	179,094
Sewer	355,761	222,529	-	-	-	(133,232)	(133,232)
Total business-type activities	725,477	528,625	-	242,714	-	45,862	45,862
Total primary government	\$ 873,399	\$ 528,625	\$ -	\$ 242,714	\$ (147,922)	\$ 45,862	\$ (102,060)
General revenues							
Special assessment					109,542	-	109,542
Covid relief					-	84,264	84,264
Other income					139	289	428
Total general revenues					109,681	84,553	194,234
Change in net position					(38,241)	130,415	92,174
Net position - beginning					386,406	3,121,599	3,508,005
Net position - ending					348,165	3,252,014	3,600,179

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

GOLD MOUNTAIN COMMUNITY SERVICES DISTRICT
Statement of Revenues, Expenses, and Changes In Net Position
Enterprise Fund
For the Year Ended June 30, 2022

	Enterprise Fund		
	Water	Sewer	Total
Operating revenues			
Water Sales			
Service charges	\$ 107,177	\$ -	\$ 107,177
Consumption	14,555	-	14,555
Sewer charges	-	120,861	120,861
Standby charges	152,040	76,592	228,632
Connection fees	18,232	9,184	27,416
Grant revenue - generators	242,714	-	242,714
Administrative fees	10,003	11,281	21,284
Interest / late charges	1,736	1,958	3,694
Other revenue	2,353	2,653	5,006
Total operating revenue	<u>548,810</u>	<u>222,529</u>	<u>771,339</u>
Operating expenses			
Source of supply	54,701	-	54,701
Pumping	52,068	-	52,068
Transmission and distribution	71,776	-	71,776
Administration and general	130,111	134,193	264,304
Depreciation	61,060	18,167	79,227
Collection	-	69,732	69,732
Sewage treatment	-	133,669	133,669
Total operating expenses	<u>369,716</u>	<u>355,761</u>	<u>725,477</u>
Operating revenue / (loss)	<u>179,094</u>	<u>(133,232)</u>	<u>45,862</u>
Non-operating revenue / (expenses)			
Covid Relief	84,264	-	84,264
Interest income	192	97	289
Non-operating revenue / (loss)	<u>84,456</u>	<u>97</u>	<u>84,553</u>
Change in net position	<u>\$ 263,550</u>	<u>\$ (133,135)</u>	130,415
Beginning net position			<u>3,121,599</u>
Ending net position			<u><u>\$ 3,252,014</u></u>

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

GOLD MOUNTAIN COMMUNITY SERVICES DISTRICT

Statement of Cash Flows
For the Year Ended June 30, 2022

Cash flows from operating activities

Cash received from customers	\$ 559,452
Cash payments to suppliers for goods and services	(368,724)
Cash payments to employees for services	<u>(265,642)</u>

Net cash used in operating activities	<u>(74,914)</u>
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Cash flows from capital and related financing activities

Purchase of capital assets and work in progress	(260,917)
Covid relief funds	<u>84,264</u>

Net cash used in capital and related financing activities	<u>(176,653)</u>
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Cash flows from investing activities:

Interest income	<u>289</u>
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Net cash provided by investing activities	<u>289</u>
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NET DECREASE IN CASH AND CASH EQUIVALENTS	(251,278)
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Cash at beginning of year	<u>666,363</u>
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CASH AT END OF YEAR	<u>\$ 415,085</u>
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Supplementary information

Cash paid for interest	<u>\$ -</u>
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**Reconciliation of cash and cash equivalents to
statement of net position**

Unrestricted - cash and cash equivalents	\$ 172,725
Restricted - cash and cash equivalents	<u>242,360</u>

Net cash provided by operating activities	<u>\$ 415,085</u>
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See notes to financial statements.

GOLD MOUNTAIN COMMUNITY SERVICES DISTRICT
Statement of Cash Flows - Enterprise Fund
For the Year Ended June 30, 2022

Cash flows from operating activities		
Operating revenue (loss)	\$	45,862
Adjustments to reconcile operating revenue to net cash used in operating activities:		
Depreciation		79,227
Amortization of prepaid lease		1,945
Changes in operating assets and liabilities:		
Accounts receivable		3,551
Prepaid expenses		12,172
Accounts payable		9,939
Customer prepaids		15,104
Unearned income		(242,714)
Net cash used in operating activities	\$	<u>(74,914)</u>

See notes to financial statements.

GOLD MOUNTAIN COMMUNITY SERVICES DISTRICT
Statement of Governmental Fund Revenues, Expenditures,
and Changes in Fund Balance / Statement of Activities
For the Year Ended June 30, 2022

	General Fund	Adjustments	Statement of Activities
Program expenditures / expenses			
Public protection	\$ 143,437	\$ -	\$ 143,437
Support services	-	-	-
Capital expenditures	-	-	-
Depreciation and amortization	-	4,485	4,485
	<u>143,437</u>	<u>4,485</u>	<u>147,922</u>
Total Revenues			
Program revenues			
Charges for services	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
General revenues			
Special assessment	109,542	-	109,542
Interest	139	-	139
	<u>109,681</u>	<u>-</u>	<u>109,681</u>
Total Expenditures			
	<u>109,681</u>	<u>-</u>	<u>109,681</u>
Excess of revenues over expenditures	(33,756)	(4,485)	(38,241)
	<u>(33,756)</u>	<u>(4,485)</u>	<u>(38,241)</u>
Change in Fund Balance/Net Position			
	(33,756)	(4,485)	(38,241)
Fund Balance/Net Position			
Beginning of year	311,988	74,418	386,406
	<u>311,988</u>	<u>74,418</u>	<u>386,406</u>
Fund Balance/Net Position			
End of year	<u>\$ 278,232</u>	<u>\$ 69,933</u>	<u>\$ 348,165</u>

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

GOLD MOUNTAIN COMMUNITY SERVICES DISTRICT
Notes to Financial Statements
For the year ended June 30, 2022

NOTE 1 ORGANIZATION

The Gold Mountain Community Services District (the "District") was formed in 1996 and provides water, sewer and fire protection services to residents and property owners of the District. The District's financial and administrative functions are governed by a five-member Board of Directors elected by registered voters in the District.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of Gold Mountain Community Services District have been prepared in conformity with generally accepted accounting principles 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.

Fund Accounting

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

Enterprise Funds

The enterprise fund is used to account for water and wastewater operations that are financed and operated in a manner similar to private business enterprises. The intent of the District is that the costs (expenses, including depreciation) of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges.

Governmental Fund

The governmental fund is used to account for all financial resources of the fire department. This fund is also used to establish accounting control and accountability for fixed assets of the aforementioned activity.

Basis of Accounting

The basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All government funds are accounted for using the current financial resources measurement focus. Under this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these

GOLD MOUNTAIN COMMUNITY SERVICES DISTRICT
Notes to Financial Statements
For the year ended June 30, 2022

funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) as changes in net current assets.

Governmental funds are maintained on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized in the accounting period they become measurable and available. The District considers revenues as available if they are collectible in the current period or soon enough thereafter to be used to pay liabilities of the current period. Revenues considered susceptible to accrual include property taxes, interest and certain other intergovernmental revenues. Expenditures are recognized in the accounting period in which the liability is incurred.

Proprietary funds are maintained on the accrual basis of accounting wherein revenues are recognized in the period earned and expenses are recognized in the period incurred. Under this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into retained earnings components. Proprietary fund-type operating statements present increases (e.g., revenues) and decreases (e.g., expenses) as changes in net total assets.

Operating revenues and expenses, such as water sales along with water expenses, result from exchange transactions associated with the principal activity of the District. Exchange transactions are those in which each party receives and gives up essentially equal values. Management, administration and depreciation expenses are also considered operating expenses. Other revenues and expenses not included in the above categories are reported as non-operating revenues and expenses. Non-operating revenues and expenses, such as grant funding, investment income and interest expense, result from non-exchange transactions, in which, the District gives (receives) value without directly receiving (giving) value in exchange.

The District distinguishes operating revenues and expenses from non-operating items. Operating revenues result from providing goods and services in connection with ongoing operations; they usually come from exchange or exchange-like transactions. All other revenues are non-operating. Operating expenses can be tied specifically to the production of the goods and services, such as materials and labor and direct overhead. Other expenses are non-operating.

Depreciation and Amortization

Fixed assets are stated at cost or estimated historical cost.

Depreciation of those assets is computed by the use of the straight-line method over the estimated useful lives.

Maintenance, repairs and renewals of a minor nature are charged to expense as incurred. Major repairs or renewals and betterments which extend the useful life are capitalized. Upon sale or retirement, cost and accumulated depreciation are eliminated from the accounts and any gain or loss on disposal is included in the statement of income and changes in retained earnings.

GOLD MOUNTAIN COMMUNITY SERVICES DISTRICT
Notes to Financial Statements
For the year ended June 30, 2022

The prepaid lease on the storage building is being amortized by the straight-line method over 50 years.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the District considers all highly liquid debt instruments purchased with an initial maturity of three months or less to be cash equivalents, including restricted assets. Cash in bank, Treasury Money Market Funds, Certificate of Deposit and U.S. Treasury Bonds are considered to be cash and cash equivalents.

Property Taxes

The District receives property taxes from Plumas County. Property taxes become a lien on the first day of the year they are levied. Secured property tax is levied on July 1 and due in two installments, on November 1 and February 1. They become delinquent on December 10 and April 10, respectively. Unsecured property taxes are levied on July 1, and become delinquent on August 31. The District receives a portion of the incremental increase of property taxes.

Compensated Absences

Vested or accumulated vacation that is expected to be liquidated with expendable available financial resources is reported as a current liability. Sick pay was not vested.

Investments

Investments consist of Treasury Money Market Funds, U.S. Treasury Bonds, and a certificate of deposit held at a brokerage. Such investments are within the State statutes and the District's investment policy and are stated at fair value.

Increases or decreases to basis to reflect fair value are included in interest income.

Budget and Budgetary Accounting

The Board of Directors annually adopts an operating budget. The operating budgets are prepared on the accrual basis.

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 expenses during the reporting period. Actual results may differ from those estimates.

GOLD MOUNTAIN COMMUNITY SERVICES DISTRICT
Notes to Financial Statements
For the year ended June 30, 2022

Net Position

Net position is classified in the following categories:

Net Investment in capital assets

Groups all capital assets, including infrastructure, into one component of net position. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction, or improvement of these assets reduce this category.

Restricted

Presents external restrictions imposed by creditors, grantors, contributors or laws and regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.

Unrestricted

Represents the net position of the District, which are not restricted or invested in capital assets net of related debt.

Fund Balance

Fund balance is classified in the following categories:

Restricted

Includes fund balance amounts that are subject to externally enforceable legal restrictions or constrained for a specific purpose by external parties, constitutional provisions or enabling legislation.

Committed

Includes fund balance amount that can only be used for specific purposes pursuant to constraints imposed by the formal actions of the District's Board of Directors.

Assigned

Includes fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed.

Unassigned

Includes fund balance which has not been classified within the above-mentioned categories

GOLD MOUNTAIN COMMUNITY SERVICES DISTRICT
Notes to Financial Statements
For the year ended June 30, 2022

NOTE 3 CASH AND INVESTMENTS

Cash and investments as of June 30, 2022 consisted of the following:

	<u>Water & Sewer</u>	<u>Fire</u>
Checking accounts	\$ 172,725	\$ 96,999
Treasury Money Market Funds		
Certificates of Deposit, U.S. T-bonds	<u>242,360</u>	<u>153,964</u>
Total cash and investments	<u>\$ 415,085</u>	<u>\$ 250,963</u>

Cash and investments are classified in the accompanying financial statements as follows:

Operating	\$ 172,725	\$ 213,459
Restricted:		
Grant funding	2,711	-
Capital improvements	67,801	-
Capital connection fees	171,848	-
Fuel break maintenance	-	7,504
Annexation	-	30,000
Total restricted	<u>242,360</u>	<u>37,504</u>
Total cash and investments	<u>\$ 415,085</u>	<u>\$ 250,963</u>

At June 30, 2022, the carrying amount of the District's deposits was \$272,435 and the balance in financial institutions was \$217,035. Of the balance in the financial institutions, up to \$250,000 was covered by federal depository insurance.

Investments

California statutes authorize the District to invest in a variety of credit instruments as provided for in the California Government Code Section 53600, Chapter 4 - Financial Affairs. The Government Code allows investments in obligations of the U.S. Treasury, agencies, and instrumentalities, commercial paper rated A-1 by Standard & Poor's or P-1 by Moody's Commercial Paper Record, bankers' acceptances, repurchase agreements, medium-term corporate notes, mutual funds and the State Treasurer's Local Agency Investment Fund (LAIF). The investments at June 30, 2022 consist of:

	<u>Carrying Amount</u>	<u>Maturity 12 Months or less</u>
Treasury Money Market Funds		
Certificates of Deposit, U.S. T-bonds		
Water and Sewer	\$ 242,360	\$ 242,360
Fire	<u>153,964</u>	<u>153,964</u>
Total	<u>\$ 396,324</u>	<u>\$ 396,324</u>

GOLD MOUNTAIN COMMUNITY SERVICES DISTRICT
Notes to Financial Statements
For the year ended June 30, 2022

NOTE 4 CAPITAL ASSETS

Changes in capital assets for the year ended June 30, 2022 are as follows:

	Balance 6/30/21	Additions	Dispositions	Balance 6/30/22
<u>Water</u>				
Land	\$ 192,247			\$ 192,247
Plant	891,709			891,709
Distribution	1,187,499			1,187,499
Equipment	30,441			30,441
Vehicles	18,470			18,470
Subtotal	<u>2,320,366</u>			<u>2,320,366</u>
<u>Sewer</u>				
Land	145,000			145,000
Collection	415,042			415,042
Equipment	7,546			7,546
Disposal	273,868			273,868
Vehicles	18,470			18,470
Subtotal	<u>859,926</u>			<u>859,926</u>
Total water and sewer	<u>3,180,292</u>			<u>3,180,292</u>
Accum. Depr. - water	755,421	61,060		816,481
Accum. Depr. - sewer	311,916	18,167		330,083
Total accum. Depr.	<u>1,067,337</u>	<u>79,227</u>		<u>1,146,564</u>
Capital assets, net	<u>\$ 2,112,955</u>	<u>\$ (79,227)</u>		<u>\$ 2,033,728</u>
<u>Fire</u>				
Equipment	110,740			110,740
Accum. Depr. - fire	58,387	4,486		62,873
Capital assets, net	<u>\$ 52,353</u>	<u>\$ (4,486)</u>		<u>\$ 47,867</u>
<u>Work in Progress</u>				
High elevation tank	\$ 24,868			\$ 24,868
Well #37	182,430	13,304		195,734
Well #29 improv	28,865	2,865		31,730
Pwr generator upgrade	-	242,166		242,166
Backup leach field	51,996	1,366		53,362
Leach field project	186,446	1,214		187,660
Windsong leach field	3,775			3,775
Total work in process	<u>\$ 478,380</u>	<u>260,915</u>		<u>\$ 739,295</u>

GOLD MOUNTAIN COMMUNITY SERVICES DISTRICT
Notes to Financial Statements
For the year ended June 30, 2022

NOTE 5 NET POSTION/FUND BALANCE

Net position at June 30, 2022 is analyzed as follows:

	Enterprise Fund	Governmental (General Fd)	Total
Net investment in capital assets	\$ 2,773,027	\$ 47,867	\$ 2,820,894
Restricted			
Capital improv reserve			
Water	\$ 113,321	\$ -	\$ 113,321
Sewer	58,377	-	58,377
Total	\$ 171,698	\$ -	\$ 171,698
Unrestricted			
Water operating reserve	\$ 168,298	\$ -	\$ 168,298
Sewer operating reserve	147,422	-	147,422
Board designated			
Fuel break maint.	-	27,500	27,500
Annexation	-	30,000	30,000
Capital reserve	-	189,391	189,391
Operational reserve	-	21,043	21,043
Undesignated	(8,431)	32,364	40,795
Total unrestricted / undesignated	\$ 307,289	\$ 300,298	\$ 607,587
Total net position	\$ 3,252,014	\$ 348,165	\$ 3,600,179

Total fund balances at June 30, 2022 consist of:

General Fund (Fire)

	Fire
Assigned	
Fuel break maint	\$ 27,500
Annexation	30,000
Capital reserve	189,391
Operational reserve	21,043
Unassigned	32,364
Total fund balance (fire)	\$ 300,298

GOLD MOUNTAIN COMMUNITY SERVICES DISTRICT
Notes to Financial Statements
For the year ended June 30, 2022

NOTE 6 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 2022 fiscal year, the District purchased certain commercial insurance coverages to provide for these risks.

NOTE 7 SUBSEQUENT EVENTS

The District's management has evaluated the potential for subsequent events through the available for issuance date of the financial statements, October 10, 2025. During this period, the Organization is not aware of any significant recognizable or unrecognizable subsequent events.

DRAFT

**GOLD MOUNTAIN
COMMUNITY SERVICES DISTRICT**
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2022

GOLD MOUNTAIN COMMUNITY SERVICES DISTRICT

Budgetary Comparison Schedule
For the Year Ended June 30, 2022

	Budgeted Amounts			Variance Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Fire portection	\$ 118,000	\$ 118,000	\$ 109,542	\$ (8,458)
Use of money and property	500	500	139	(361)
Total Revenues	<u>118,500</u>	<u>118,500</u>	<u>109,681</u>	<u>(8,819)</u>
Expenditures:				
Admin fee - W&S	24,484	24,484	21,284	3,200
Bank charges	-	-	24	(24)
Rent expense	-	-	526	(526)
Wages expense	30,000	30,000	8,942	21,058
Misc. equipment/supplies	2,000	2,000	3,868	(1,868)
Fire prrotection contract	37,314	37,314	37,132	182
Attack vehicle maintenance	1,000	1,000	33	967
Community awareness and education	1,000	1,000	15,218	(14,218)
Volunteer firefighter support	25	25	25	-
Special projects	19,500	19,500	55,470	(35,970)
Capital projects	2,500	2,500	620	1,880
Capital reserve	60,500	60,500	295	60,205
Operational reserve	11,500	11,500	-	11,500
Total Expenditures	<u>189,823</u>	<u>189,823</u>	<u>143,437</u>	<u>46,386</u>
Excess of Expenditures Over Revenues	(71,323)	(71,323)	(33,756)	37,567
Fund Balance, beginning of year	<u>311,988</u>	<u>311,988</u>	<u>311,988</u>	
Fund Balance, end of year	<u><u>\$ 240,665</u></u>	<u><u>\$ 240,665</u></u>	<u><u>\$ 278,232</u></u>	

GOLD MOUNTAIN COMMUNITY SERVICES DISTRICT
Notes to Required Supplementary Information
June 30, 2022

Note 1 PURPOSE OF STATEMENTS AND SCHEDULES

A. Budgetary Comparison Schedule

In accordance with Governmental Accounting Standards Board (GASB) Statement No. 34, the authority is required to present a budgetary comparison schedule for the General Fund and each Major Special Revenue Fund that has an adopted budget. This schedule presents the original adopted budget and the actual revenue and expenditures of the General Fund.

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**GOLD MOUNTAIN
COMMUNITY SERVICES DISTRICT**

OTHER INFORMATION

JUNE 30, 2022

GOLD MOUNTAIN COMMUNITY SERVICES DISTRICT

Principal Officials

June 30, 2022

BOARD OF DIRECTORS

Cary Curtis

President

Kim Seney

Vice President

Kathryn Kogge

Board member

Gordon Bennie

Board member

Rene St. Pierre

Board member / financial director

OPERATIONS

Skyler Allingham

General Manager

Tiana Bradley

Administrative manager

Gold Mountain CSD
Adjusting Journal Entries
June 30, 2022

W/P Ref.	Acct Num	Description	Posted	Dr.	Cr.
- 1 -					
K1800		Prepaid rent			1,945.20
K1800		Rent expense		1,945.20	
<i>Adjust prepaid rent to audit at 6/30/22</i>					
- 2 -					
K-1050a	1050	A/D - H2O			61,060.19
K-1050a	3002	A/D - Sewer			18,167.41
K-1050a	5410	Depreciation expense - H2o		61,060.19	
K-1050a	5410	Depreciation expense - sewer		18,167.41	
<i>Record F/A purchases & A/D for YE 6/30/22</i>					
- 3 -					
L2020		Accounts payable			27,196.78
L2020		Clothing/personal		3,023.75	
L2020		Fuel		938.75	
L2020		Wtr Operations		1,351.21	
L2020		Sewer Ops / leach fields		92.07	
L2020		Leach field		21,791.00	
<i>Record A/P per search for unrecorded at 6/30/22</i>					
- 4 -					
L3000		Retained earnings			31.09
L3000		Miscellaneous exp		31.09	
<i>Adjust Net Position to 6/30/22 audit</i>					
- 5 -					
L2130	2130	Unearned income		242,714.00	
L2130	6000	Grant funding - generators			242,714.00
<i>Reclass unearned income per audit 6/30/22</i>					
R					
	2000	Cap Project - leachfield		29,170.00	
	5019	Reserve Expe			29,170.00
<i>F/S reclass only at 6/30/22</i>					
				380,284.67	380,284.67
				380,284.67	380,284.67

Gold Mountain CSD - Fire

Adjusting Journal Entries

June 30, 2022

W/P Ref.	Acct Num	Description	Posted	Dr.	Cr.
- A -					
		Pre-paid bldg rent		22,065.00	
	3000	Fund balance			22,065.00
<i>Add Prepaid bldg rent to books @ 6/30/22</i>					
- 1 -					
M5		Accounts Receivable - PY		16,756.18	
M5		Fire protection revenue			131,910.84
M5		County RE Tax sharing		30,890.66	
M5		X-fer to water		84,264.00	
<i>Adjust cash at 6/30/22 to TriCounties CD</i>					
- 2 -					
K1500	1500	Fixed Assets			
K1500	1510	Accumulated Depreciation			4,485.47
K1500	1520	Fund Balance - Fixed Assets		4,485.47	
<i>Record F/A purchases & A/D for YE 6/30/22</i>					
- 3 -					
K1300	5130	Prepaid rent			525.36
K1300		Rent expense		525.36	
<i>Adjust prepaid rent to audit at 6/30/22</i>					
				<u>136,921.67</u>	<u>136,921.67</u>